

**REVENUE IMPACT OF  
PROPOSED LEGISLATION**  
80th Oregon Legislative Assembly  
2019 Regular Session  
Legislative Revenue Office

**Bill Number:** HB 2449 A13  
**Revenue Area:** Telecom / 911  
**Economist:** Jaime McGovern  
**Date:** 05/22/2019

*Only Impacts on Original or Engrossed  
Versions are Considered Official*

**Measure Description:**

Phases in over two years, increase in tax for emergency communications to \$1.25 per month or per transaction as appropriate. Reduces limit on amount of reimbursement for administrative costs for Oregon Emergency Management from 4% to 2.4% beginning in second year, and Department of Revenue from one percent to six tenths of one percent. Extends sunset from 2022 to 2030. Specifies that interest earned by the Emergency Communications Account and the 9-1-1 Subaccount must be credited to the 9-1-1 Subaccount.

**Revenue Impact (in \$Millions):**

	Biennium		
	2019-21	2019-21	2021-23
<b>Total 911 fee collection</b>	15.1	62.3	64.8
<b>Dept of Revenue Admin Fee savings</b>	.09	0	0
<b>Office of Emergency Management Fee Savings</b>	-.6	0	0
<b>Total increase in Revenue available for distribution</b>	14.6	62.3	64.8

**Impact Explanation:**

There is increase in overall collections driven by the higher 911 fees assessed on accessible lines. The first effective year of the bill, 2020, the 911 fee increases from seventy five cents to one dollar. That increase, along with the minimal changes in first year administrative costs generate a \$14.6 million increase. By the second effective year, and thereafter, the increase of the 911 fee to \$1.25 directly compensates for the reduction of appropriated rates to the Department of Revenue and Office of Emergency Management.

**Creates, Extends, or Expands Tax Expenditure:** Yes  No