

Rep Smith D

From: Carew Mike
Sent: Monday, June 17, 2019 7:35 AM
To: Ady Hugh; Rep Smith D; Rep BoshartDavis
Subject: Fwd: HB 2020 Gas Tax Equivielent

Sent from my iPhone

Begin forwarded message:

From: Sen Boquist <Sen.BrianBoquist@oregonlegislature.gov>
Date: June 17, 2019 at 7:01:51 AM PDT
To: - House Republicans <houserepublicans@leg.state.or.us>, - Senate Republicans <SenateRepublicans@leg.state.or.us>
Cc: - Senate Republican Office <senaterepublicanoffice@leg.state.or.us>
Subject: FW: HB 2020 Gas Tax Equivielent

Please noted the LRO number for initial gas impact is 22 cents.

From: Malik Mazen G <Mazen.G.Malik@oregonlegislature.gov>
Sent: Sunday, June 16, 2019 4:38 PM
To: Sen Boquist <Sen.BrianBoquist@oregonlegislature.gov>
Cc: Sen Bentz <Sen.CliffBentz@oregonlegislature.gov>; Sen Girod <Sen.FredGirod@oregonlegislature.gov>
Subject: RE: HB 2020 Gas Tax Equivielent

Senator Boquist,

The most likely price imposed on a gallon of gas in the year 2021, at the time of implementation of HB 2020, would be about 22 cents.

In the other estimates you mention, they seem to refer to the price in 2016 or 2018 dollars. Some also reference the "floor price" as the lowest likely price "at Least" price.

As far as we are concerned, The state does not receive revenue in 2016 or 2018 dollars, We get the revenue in current year dollars, so no inflation adjustment is relevant in this case. Moreover, the "at least" price is a hard floor price and not the most likely to transpire.

Each dollar of the emission allowance price translates to about 0.985 cents for gallon of gas.

Year	2021	2022	2023	2024	2025	2026	2027	2028	2029	2030
Allowance	\$ 22.9	\$ 26.0	\$ 29.6	\$ 33.6	\$ 38.2	\$ 43.4	\$ 49.4	\$ 56.1	\$ 63.7	\$ 72.5
Price										
Year	2036	2037	2038	2039	2040	2041	2042	2043	2044	2045
	\$110.7	\$118.8	\$127.5	\$136.9	\$147.0	\$157.9	\$169.6	\$182.1	\$195.6	\$210.2

Hope that is helpful!

Mazen Malik
LRO
503-986-1260

From: Sen Boquist
Sent: Friday, June 14, 2019 8:40 AM
To: Malik Mazen G <Mazen.G.Malik@oregonlegislature.gov>
Cc: Sen Bentz <Sen.CliffBentz@oregonlegislature.gov>; Sen Girod <Sen.FredGirod@oregonlegislature.gov>
Subject: HB 2020 Gas Tax Equivielent

Mazen:

Please confirm the initial LRO evaluation of the per gas of gas equivalent upon implementation of HB 2020 as written enroute to the Floor.

I have heard 16 cents, 17 cents and 19 cents?

Thank you in advance.

Respectfully,

Brian J. Boquist
State Senator