HB 2100-2 (LC 2938) 4/18/23 (HE/ps)

Requested by JOINT COMMITTEE ON TRANSPORTATION (at the request of Department of Transportation)

PROPOSED AMENDMENTS TO HOUSE BILL 2100

In line 2 of the printed bill, after "funding" insert "; creating new provisions; amending ORS 319.890, 367.095, 803.090 and 803.422 and section 18, chapter 30, Oregon Laws 2010, and section 45, chapter 750, Oregon Laws 2017; and repealing ORS 803.091".

5 Delete lines 4 through 8 and insert:

6 **"SECTION 1.** ORS 803.422 is amended to read:

"803.422. [(1) As used in this section, 'miles per gallon' or 'MPG' means the
distance traveled in a vehicle powered by one gallon of fuel.]

9 "[(2) The Department of Transportation shall determine the combined MPG 10 ratings for each motor vehicle pursuant to a method determined by the de-11 partment.]

"(1) The Department of Transportation may by rule define 'electric
 vehicle,' 'hybrid vehicle' and 'plug-in hybrid electric vehicle' and for
 purposes of this section and ORS 319.890.

"[(3)] (2) Except as provided in ORS 319.890 (3), in addition to the registration fees prescribed under ORS 803.420 (6)(a), there shall be paid for each year of the registration period, an additional amount as follows:

"(a) For vehicles that have [a rating of 0-19 MPG] an internal combustion engine, [\$20] \$23.

20 "(b) For hybrid vehicles [that have a rating of 20-39 MPG], [\$25] \$32.

"(c) For plug-in hybrid electric vehicles [that have a rating of 40 MPG

1 *or greater*], \$35.

2 "(d) For electric vehicles, \$115.

3 "SECTION 2. ORS 803.090 is amended to read:

"803.090. (1) Except as provided in subsection (2) of this section, the fee to issue a certificate of title under ORS 803.045 or 803.140, to transfer title under ORS 803.092, to issue a duplicate or replacement certificate of title under ORS 803.065 or to issue a new title due to name or address change under ORS 803.220 is as follows:

9 "(a) For a salvage title, \$27.

"(b) For a vehicle title for trailers eligible for permanent registration
under ORS 803.415 (1) and motor vehicles with a gross vehicle weight rating
over 26,000 pounds, excluding motor homes, \$90.

"(c) For a vehicle title for vehicles other than those vehicles described in
paragraph (b) of this subsection, [\$77] \$110.

"(2) If an application for a duplicate or replacement certificate of title is
filed at the same time as an application for a transfer of title for the same
vehicle, the applicant is required to pay only the transfer of title fee.

"(3) The fee for late presentation of certificate of title under ORS 803.105
is \$25 from the 31st day after the transfer through the 60th day after the
transfer and \$50 thereafter.

"(4) The fees for title transactions involving a form of title other than a certificate shall be the amounts established by the Department of Transportation by rule under ORS 803.012.

²⁴ "<u>SECTION 3.</u> ORS 319.890 is amended to read:

"319.890. (1) A person wishing to pay the per-mile road usage charge imposed under ORS 319.885 must apply to the Department of Transportation
on a form prescribed by the department.

"(2) The department shall approve a valid and complete application sub mitted under this section if:

30 "(a) The applicant has applied for registration or is the registered owner

1 or lessee of a motor vehicle;

"(b) The motor vehicle is equipped with a method selected pursuant to
ORS 319.900 for collecting and reporting the metered use by the motor vehicle of the highways in Oregon;

5 "(c) The motor vehicle is classified as a passenger vehicle by the depart-6 ment; and

"(d) The vehicle has a rating of at least 20 miles per gallon, such rating
to be established by the department.

9 "(3) An electric vehicle, hybrid vehicle or plug-in hybrid electric ve-10 hicle, as those terms are defined by the Department of Transportation 11 by rule pursuant to ORS 803.422, [or a vehicle with a rating of 40 miles per 12 gallon or greater] for which an application has been submitted or approved 13 under this section is not subject to the additional amount of registration fees 14 imposed under ORS 803.422.

"(4) Approval of an application under this section subjects the applicant to the requirements of ORS 319.920 until the person ends the person's voluntary participation in the road usage charge program in the manner required under subsection (5) of this section.

"(5) A person may end the person's voluntary participation in the road usage charge program at any time by notifying the department, returning any emblem issued under ORS 319.945 to the department and paying any outstanding amount of road usage charge for metered use by the person's subject vehicle.

24 "(6)(a) This subsection applies to a person whose subject vehicle is de-25 scribed in subsection (3) of this section and:

"(A) Who ends voluntary participation in the per-mile road usage charge
 program with respect to the subject vehicle;

28 "(B) Whose application is not approved under this section; or

"(C) Whose subject vehicle has been removed from the per-mile road usage
 charge program.

"(b) In addition to any amount due under subsection (5) of this section,
the department may collect an additional amount equal to the registration
fees that would otherwise have been due with respect to the subject vehicle
for the current registration period under ORS 803.422 or a portion of the fees.
"(c) The department shall establish by rule the circumstances in which a
person described in paragraph (a)(C) of this subsection is required to pay an
additional amount under paragraph (b) of this subsection.

8 "(d) The department may deny registration for the subject vehicle until 9 the additional amount imposed under paragraph (b) of this subsection has 10 been paid.

"(7) The Department of Transportation shall consult with vehicle dealers that sell passenger vehicles to determine the most effective methods, at the point of sale, to encourage participation in the per-mile road usage charge program.

15 **"SECTION 4. ORS 803.091 is repealed.**

¹⁶ **"SECTION 5.** Section 18, chapter 30, Oregon Laws 2010, as amended by

16 SECTION 5. Section 18, chapter 50, Oregon Laws 2010, as antended by
17 section 71L, chapter 750, Oregon Laws 2017, section 32, chapter 93, Oregon
18 Laws 2018, and section 11, chapter 491, Oregon Laws 2019, is amended to
19 read:

"Sec. 18. The Department of Transportation shall report semiannually to the legislative committees on revenue if the Legislative Assembly is in session or, if the Legislative Assembly is not in session, to the Legislative Revenue Officer. The department's report shall include:

"(1) An estimate of the amounts received in the previous two quarters from the increased taxes and fees established in ORS [803.091 and] 803.422 and section 45, chapter 750, Oregon Laws 2017, and the amendments to ORS 319.020, 319.530, 803.420, 803.645, 818.225, 818.270, 825.476, 825.480 and 826.023 by sections 34, 35, 40 to 43, 48, 49, 51, 52, 54, 63, 64, 66, 67 and 70, chapter 750, Oregon Laws 2017, and an estimate of the projected revenue in the current quarter and the next quarter from the increased taxes and fees estab-

lished in ORS [803.091 and] 803.422 and section 45, chapter 750, Oregon Laws
 2017, and the amendments to ORS 319.020, 319.530, 803.420, 803.645, 818.225,
 818.270, 825.476, 825.480 and 826.023 by sections 34, 35, 40 to 43, 48, 49, 51, 52,
 54, 63, 64, 66, 67 and 70, chapter 750, Oregon Laws 2017.

"(2) An estimate of the amounts received in the previous biennium to date $\mathbf{5}$ from the increased taxes and fees established in ORS [803.091 and] 803.422 6 and section 45, chapter 750, Oregon Laws 2017, and the amendments to ORS 7 319.020, 319.530, 803.420, 803.645, 818.225, 818.270, 825.476, 825.480 and 826.023 8 by sections 34, 35, 40 to 43, 48, 49, 51, 52, 54, 63, 64, 66, 67 and 70, chapter 9 750, Oregon Laws 2017, and an estimate of the projected revenue in the re-10 maining current biennium from the increased taxes and fees established in 11 ORS [803.091 and] 803.422 and section 45, chapter 750, Oregon Laws 2017, and 12 the amendments to ORS 319.020, 319.530, 803.420, 803.645, 818.225, 818.270, 13 825.476, 825.480 and 826.023 by sections 34, 35, 40 to 43, 48, 49, 51, 52, 54, 63, 14 64, 66, 67 and 70, chapter 750, Oregon Laws 2017. 15

"(3) Information about the expenditures and distributions made under
 ORS 367.095, including but not limited to:

"(a) Information about the department's total funds as well as the funds
raised separately by the increased taxes and fees established in ORS [803.091
and] 803.422 and section 45, chapter 750, Oregon Laws 2017, and the amendments to ORS 319.020, 319.530, 803.420, 803.645, 818.225, 818.270, 825.476,
825.480 and 826.023 by sections 34, 35, 40 to 43, 48, 49, 51, 52, 54, 63, 64, 66,
67 and 70, chapter 750, Oregon Laws 2017, and expended as described in ORS
367.095 (3).

²⁵ "(b) Semiannual amounts that include all the actual and forecasted ex-²⁶ penditures and distributions made under ORS 367.095 for each quarter of the ²⁷ current biennium and the forecasted expenditures and distributions for the ²⁸ following biennium.

²⁹ "<u>SECTION 6.</u> Section 45, chapter 750, Oregon Laws 2017, as amended by ³⁰ section 43, chapter 93, Oregon Laws 2018, section 1, chapter 250, Oregon Laws 2019, and section 7, chapter 491, Oregon Laws 2019, is amended to read: **Sec. 45.** (1)(a) For calendar years beginning on or after January 1, 2020, the rates determined under ORS 319.020 (1)(b) and 319.530 (1) shall each be increased by two cents only if the Oregon Transportation Commission submits a report in the manner provided by ORS 192.245 on or before December 1, 2019, to the Joint Committee on Transportation established under ORS 7 171.858 stating that:

8 "(A) The commission has identified sufficient shovel-ready highway 9 projects and highway maintenance or operational uses of the increased fuel 10 tax revenue to justify the increase;

"(B) The set of uniform standards required under ORS 184.657 (1) has been
 developed and the standards are being followed;

"(C) The reports received from cities and counties under ORS 184.657 (2)
have been submitted and posted by the commission as required under ORS
184.657 (3);

"(D) The Department of Transportation is implementing the registration
fees [and title fees] described in ORS [803.091 and] 803.422; and

"(E) The Interstate 205 Active Traffic Management Project and the
 Interstate 205 Corridor Bottleneck Project have been completed.

"(b) In addition to the facts stated in the report required under paragraph
(a) of this subsection, the Oregon Transportation Commission shall also
submit with the report:

"(A) A list of the shovel-ready highway projects the commission expects
to undertake with the revenue that will become available as a result of the
increase;

"(B) The amount of bonds the commission considers necessary to be issued
to complete shovel-ready highway projects scheduled to be commenced after
January 1, 2020;

29 "(C) The construction and financial status of uncompleted in-progress 30 projects exceeding \$20 million identified in chapter 750, Oregon Laws 2017; "(D) The status of the Treasure Valley Intermodal Facility Project and
 the Value Pricing Set-Up Project;

"(E) Design, cost analysis and construction option packages for the
Interstate 5 Rose Quarter Project for consideration by the Legislative Assembly; and

6 "(F) The design, construction, financial status and progress of projects 7 costing more than \$20 million that are identified in chapter 750, Oregon 8 Laws 2017, including, but not limited to, the Interstate 205 Abernethy Bridge 9 Project, the Interstate 205 Freeway Widening Project, the State Highway 217 10 Northbound Project and the State Highway 217 Southbound Project, and any 11 other state transportation projects implemented after October 6, 2017.

"(2)(a) For calendar years beginning on or after January 1, 2022, the rates determined under ORS 319.020 (1)(b) and 319.530 (1) and subsection (1) of this section shall each be increased by two cents only if the Oregon Transportation Commission submits a report in the manner provided by ORS 192.245 on or before December 1, 2021, to the Joint Committee on Transportation established under ORS 171.858 stating that:

"(A) The Continuous Improvement Advisory Committee appointed under
 ORS 184.665 has reviewed and reported to the commission on all transporta tion projects costing \$50 million or more and completed not less than six
 months prior to the date of the report required under this paragraph;

"(B) The recommendations for improvement reported by the Continuous Improvement Advisory Committee to the commission at least six months prior to the date of the report required under this paragraph, and approved by the commission, have been implemented or plans for implementation have been developed;

"(C) The commission has identified sufficient shovel-ready highway
projects and highway maintenance or operational uses of the increased fuel
tax revenue to justify the increase;

30 "(D) The set of uniform standards required under ORS 184.657 (1) has been

1 developed and the standards are being followed;

"(E) The reports received from cities and counties under ORS 184.657 (2)
have been posted by the commission as required under ORS 184.657 (3);

"(F) Under ORS 184.657 (4), payments from the State Highway Fund have
been withheld from cities and counties that failed to submit reports as required under ORS 184.657 (2); and

"(G) The Department of Transportation is implementing the registration
fees [and title fees] described in ORS [803.091 and] 803.422.

9 "(b) In addition to the facts stated in the report required under paragraph 10 (a) of this subsection, the Oregon Transportation Commission shall also 11 identify in the report:

"(A) A list of the shovel-ready highway projects the commission expects
to undertake with the revenue that will become available as a result of the
increase;

"(B) The amount of bonds the commission considers necessary to be issued
to complete shovel-ready highway projects scheduled to be commenced after
January 1, 2022;

"(C) The construction and financial status of uncompleted in-progress
 projects exceeding \$50 million identified in chapter 750, Oregon Laws 2017;
 and

"(D) The design, construction, financial status and progress of projects 21costing more than \$20 million that are identified in chapter 750, Oregon 22Laws 2017, including, but not limited to, the Interstate 5 Rose Quarter 23Project, the Interstate 205 Abernethy Bridge Project, the Interstate 205 24Freeway Widening Project, the State Highway 217 Northbound Project, the 25Newberg-Dundee Bypass Project and the State Highway 217 Southbound 26Project, and any other state transportation projects implemented after Oc-27tober 6, 2017. 28

"(c) If the Commissioner of the Bureau of Labor and Industries has found
 substantial evidence, under ORS 279C.306, that a contracting agency that

would otherwise receive increased amounts of fuel tax revenues pursuant to this section on or after January 1, 2022, has violated ORS 279C.305 within the five years immediately preceding the date of the commissioner's finding, or has materially breached an agreement entered into pursuant to ORS 279C.306, the Department of Transportation shall withhold the increased amounts until the final resolution of the violation or breach is determined under ORS 279C.306.

"(3)(a) For calendar years beginning on or after January 1, 2024, the rates determined under ORS 319.020 (1)(b) and 319.530 (1) and subsections (1) and (2) of this section shall each be increased by two cents only if the Oregon Transportation Commission submits a report in the manner provided by ORS 192.245 on or before December 1, 2023, to the Joint Committee on Transportation established under ORS 171.858 stating that:

"(A) The Continuous Improvement Advisory Committee appointed under
 ORS 184.665 has reviewed and reported to the commission on all transporta tion projects costing \$50 million or more and completed not less than six
 months prior to the date of the report required under this paragraph;

(B) The recommendations for improvement reported by the Continuous Improvement Advisory Committee to the commission at least six months prior to the date of the report required under this paragraph, and approved by the commission, have been implemented or plans for implementation have been developed;

"(C) The commission has identified sufficient shovel-ready highway
 projects and highway maintenance or operational uses of the increased fuel
 tax revenue to justify the increase;

"(D) The set of uniform standards required under ORS 184.657 (1) has been
developed and the standards are being followed;

"(E) The reports received from cities and counties under ORS 184.657 (2)
have been posted by the commission as required under ORS 184.657 (3); and
"(F) Under ORS 184.657 (4), payments from the State Highway Fund have

been withheld from cities and counties that failed to submit reports as re quired under ORS 184.657 (2).

"(b) In addition to the facts stated in the report required under paragraph
(a) of this subsection, the Oregon Transportation Commission shall also
submit with the report:

6 "(A) A list of the shovel-ready highway projects the commission expects 7 to undertake with the revenue that will become available as a result of the 8 increase;

"(B) The amount of bonds the commission considers necessary to be issued
to complete shovel-ready highway projects scheduled to be commenced after
January 1, 2024; and

"(C) The design, construction, financial status and progress of projects 12 costing more than \$20 million that are identified in chapter 750, Oregon 13 Laws 2017, including, but not limited to, the Interstate 5 Rose Quarter 14 Project, the Interstate 205 Abernethy Bridge Project, the Interstate 205 15Freeway Widening Project, the State Highway 217 Northbound Project, the 16 Newberg-Dundee Bypass Project and the State Highway 217 Southbound 17 Project, and any other state transportation projects implemented after Oc-18 tober 6, 2017. 19

"(c) If the Commissioner of the Bureau of Labor and Industries has found 20substantial evidence, under ORS 279C.306, that a contracting agency that 21would otherwise receive increased amounts of fuel tax revenues pursuant to 22this section on or after January 1, 2024, has violated ORS 279C.305 within 23the five years immediately preceding the date of the commissioner's finding, 24or has materially breached an agreement entered into pursuant to ORS 25279C.306, the Department of Transportation shall withhold the increased 26amounts until the final resolution of the violation or breach is determined 27under ORS 279C.306. 28

²⁹ "<u>SECTION 7.</u> ORS 367.095, as amended by section 47, chapter 491, Oregon ³⁰ Laws 2019, and section 131, chapter 630, Oregon Laws 2021, is amended to 1 read:

2 "367.095. (1) The following amounts shall be distributed in the manner
3 prescribed in this section:

"(a) The amount attributable to the increase in tax rates by section 45,
chapter 750, Oregon Laws 2017, and the amendments to ORS 319.020 and
319.530 by sections 40 to 43, chapter 750, Oregon Laws 2017.

"(b) The amount attributable to the vehicle registration [and title] fees
imposed under ORS [803.091 and] 803.422.

9 "(c) The amount attributable to the increase in taxes and fees by the
amendments to ORS 803.420, 803.645, 818.225, 825.476, 825.480 and 826.023 by
sections 34, 35, 48, 49, 51, 52, 63, 64, 66, 67 and 70, chapter 750, Oregon Laws
2017.

"(2) The amounts described in subsection (1) of this section shall be dis tributed in the following order and for the following purposes:

¹⁵ "(a)(A) \$30 million per year shall be used to pay for:

¹⁶ "(i) The Interstate 5 Rose Quarter Project;

"(ii) The Interstate 205 Improvements: Stafford Road to Oregon Route 213
Project;

"(iii) The Interstate 5 Boone Bridge and Seismic Improvement Project;
 and

"(iv) The implementation of the toll program established under ORS
383.150.

"(B) The amount described in subparagraph (A) of this paragraph shall be used to pay for costs, including project costs on a current basis and paying for debt service on bonds issued to finance the projects or toll program, only until the later of the date on which the projects or toll program is completed or on which all bonds issued to fund the projects or toll program have been repaid. Any remaining moneys shall be distributed as described in subsection (3) of this section.

30 "(b) \$15 million per year shall be deposited into the Safe Routes to

Schools Fund for the purpose of providing Safe Routes to Schools matching
 grants under ORS 184.742. The remainder of the moneys shall be distributed
 as described in subsection (3) of this section.

"(3) The moneys described in subsection (1) of this section that remain
after the allocation of moneys described in subsection (2) of this section shall
be allocated as follows:

7 "(a) 50 percent to the Department of Transportation.

8 "(b) 30 percent to counties for distribution as provided in ORS 366.762.

9 "(c) 20 percent to cities for distribution as provided in ORS 366.800.

"(4) The moneys described in subsection (3)(a) of this section or equivalent amounts that become available to the Department of Transportation shall be allocated as follows:

13 "(a) \$10 million for safety.

14 "(b) Of the remaining balance:

15 "(A) Forty percent for bridges.

"(B) Thirty percent for seismic improvements related to highways andbridges.

"(C) Twenty-four percent for state highway pavement preservation andculverts.

"(D) Six percent for state highway maintenance and safety improvements.
"<u>SECTION 8.</u> The amendments to ORS 803.090 and 803.422 by
sections 1 and 2 of this 2023 Act and the repeal of ORS 803.091 by section 4 of this 2023 Act apply to amounts imposed on or after the effective date of this 2023 Act.".

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