

**REVENUE IMPACT OF
PROPOSED LEGISLATION**
83rd Oregon Legislative Assembly
2025 Regular Session
Legislative Revenue Office

Bill Number: HB 2977 - 5
Revenue Area: Transient Lodging Tax
Economist: Michael Doughty
Date: 06/17/2025

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

Measure Description:

Increases the state transient lodging tax from 1.5 percent to 2.75 percent. Specifies the net revenue from one percentage point of the increase is to be distributed to the Recovering Wildlife Fund Subaccount. Specifies the net revenue from the 0.25 percentage point increase is to be distributed to the Department of State Police, the Department of Agriculture, the State Department of Fishing and Wildlife, and the Department of Justice.

Revenue Impact (in \$Millions):

Policy	Fiscal Year		Biennium		
	2025-26	2026-27	2025-27	2027-29	2029-31
Recovering Oregon’s Wildlife Fund (1 percent increase)	5.6	33.5	39.1	72.2	79.9
Wildlife protection and control (0.25 percent increase)	1.4	8.4	9.8	18.1	20.0
Total	7.0	41.9	48.8	90.3	99.9

Impact Explanation:

There is no change to the distribution of the current 1.5 percent tax. The table show the distribution from the additional 1.25 percent tax. The estimate uses transient lodging sales data from the Department of Revenue to estimate revenues generated. The growth rates applied are a five-year average excluding COVID impacted years. The revenues generated from the 0.25 percent increase are distributed to the Department of State Police, the Department of Agriculture, the State Department of Fishing and Wildlife, and the Department of Justice to combat poaching, to combat invasive species, and for wildlife stewardship.

Creates, Extends, or Expands Tax Expenditure: Yes ☐ No ☒