

# HB 3940A and -A21 Amendments

Section	HB 3940A
<b>New Funding</b>	
1-2	Creates an oral nicotine tax of 65¢ per container of up to 20 consumable units; for containers with more than 20 consumable units, the tax is 3.25¢ per such unit
3	Revenue from the nicotine tax is allocated 1/3 to the Landscape Resiliency Fund and 2/3 to the Community Risk Reduction Fund
4	Definitions for 'Oral nicotine product';
4a-4e	Excludes Oral Nicotine Products from the Other Tobacco Products tax; Tax applies to tax reporting periods beginning on or after January 1, 2026
5	Redirects 6.7 percent of Rainy Day Fund interest to the Landscape Resiliency Fund and 13.3 percent to the Community Risk Reduction Fund
<b>Forest Product Harvest Taxes</b>	
5-7	Increase the Oregon Forest Land Protection Fund (OFLPF) tax from 62.5¢ to \$1, index to inflation, applicable to calendar year 2026 and later
<b>Emergency Fire Cost Committee</b>	
8-9a	Language restructure for modified EFCC
18-23	Changes committee function from one of auditing and eligibility to one of budget and program advisory; defines terms; adjusts membership
<b>State Forestry Department of Large Wildfire Fund</b>	
10-10a	Creates fund
<b>Centralized Administration Costs</b>	
11, 28	Defines "Centralized Administration Costs"; requires GF funding
<b>Forest Protection Districts</b>	
12-14	Defines "Budget"; Creates a minimum rate of 30¢ for the pro rata acreage assessment; index to inflation; tribal free lands will be treated as private acres for purposes of grazing and timber land assessment rates
14a	Moves funding for large wildfire fund from OFLPF
<b>Assessments and surcharges</b>	
15	Improved lot assessment from \$47.5 to \$58, index to inflation
16, 30	Repeal of 5¢ & 7.5¢ acreage assessments
17	Minimum lot assessment from \$18.75 to \$20; index to inflation; conforming language for restructure of OFLPF
<b>Oregon Forest Land Protection Fund</b>	
24-29	Restructure fund sources and uses to direct local assessments to pay for local district services; prohibits use for CAC; prohibits funds to be used for large wildfire costs; requires the EFCC to audit the fund revenues

Section	HB 3940A
<b>Zoning of Certain Lands</b>	
31-33	Removes zone 1 & 2 classifications for purposes of ODF classification; rezone zone 1 lands as zone 3 (grazing lands)
<b>Rural Fire Protection Districts</b>	
34-38	Includes on the tax roll RFPD land within a city; increases that amount of RFPD land (with a structure) on the tax roll from 5 acres to 10 acres; unimproved RFPD lots up to 10 acres are included on the tax roll.
<b>Fund Transfers, Loans, and Offsets</b>	
39	
40	Ensure any loan from the State Treasurer made in 25-27 would get an appropriation to repay
41-42	
43-44	Deletes the requirement that any balance of funds in the State Forestry Department Cas Flow Repayment Fund be transferred to the General Fund
45	Establishes the Wildfire Prepared Structure Program; requires DCBS and the DSFM to establish and implement the grant program
<b>Other</b>	
46	Captions
47	Effective date