Requested by Representative MANNIX

PROPOSED AMENDMENTS TO HOUSE BILL 2025

1	On page 1 of the printed bill, line 2, after "ORS" delete the rest of the
2	line and delete lines 3 through 15 and insert "184.620, 184.621, 184.623,
3	184.642, 184.665, 184.751, 295.103, 319.010, 319.020, 319.023, 319.245, 319.390,
4	$319.410,\ 319.520,\ 319.530,\ 319.550,\ 319.665,\ 319.700,\ 319.883,\ 319.885,\ 319.910,$
5	$319.915,\ 319.920,\ 319.925,\ 319.930,\ 319.940,\ 320.550,\ 366.215,\ 366.506,\ 366.772,$
6	366.805, 367.091, 367.095, 801.041, 801.042, 802.348, 803.065, 803.090, 803.092,
7	803.420, 803.422, 803.445, 803.645, 810.412, 810.530, 815.425, 818.225, 818.400,
8	$821.320,\ 823.012,\ 823.023,\ 823.027,\ 823.085,\ 825.005,\ 825.104,\ 825.141,\ 825.250,$
9	825.326, 825.450, 825.474, 825.476, 825.480, 825.492, 825.555 and 825.990 and
10	section 18, chapter 30, Oregon Laws 2010, section 6, chapter 491, Oregon
1	Laws 2019, and sections 1 and 3, chapter 323, Oregon Laws 2023; repealing
12	ORS 319.890, 803.091 and 825.486 and section 45, chapter 750, Oregon Laws
13	2017, section 2, chapter 428, Oregon Laws 2019, and sections 6 and 7, chapter
l 4	323, Oregon Laws 2023; and providing for revenue raising that requires ap-
15	proval by a three-fifths majority.".
16	Delete lines 17 through 21 and delete pages 2 through 102 and insert:
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18 "ACCOUNTABILITY

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"SECTION 1. (1) As used in this section, 'performance audit' has the meaning given that term in ORS 297.070.

- "(2) The Division of Audits shall conduct a biennial performance audit of the Department of Transportation relating to the following:
- 3 "(a) The responsible use of moneys in the State Highway Fund; and
- 4 "(b) Capital projects carried out by the department.
- 5 "(3) The Division of Audits shall present the results of the audits 6 described in subsection (2) of this section to an appropriate standing 7 or interim committee of the Legislative Assembly.
- 8 **"SECTION 2.** ORS 184.620 is amended to read:
- 9 "184.620. (1) The Department of Transportation shall be under the super-
- vision of a Director of Transportation who shall be appointed by and shall
- 11 hold office at the pleasure of the Governor. [The Oregon Transportation
- 12 Commission shall appoint the director, after consultation with the Governor.
- 13 The director serves at the pleasure of the commission.
- 14 "(2) The appointment of the director shall be subject to confirmation by 15 the Senate in the manner provided in ORS 184.623.
 - "(3) The director may appoint:

- "(a) Deputy directors with full authority to act for the director, but subject to the director's control. The appointment of a deputy director shall be by written order filed with the Secretary of State. A deputy director shall be in the unclassified services for purposes of the State Personnel Relations Law.
- "(b) All subordinate officers and employees of the department and may prescribe their duties, assignments and reassignments and fix their compensation, subject to any applicable provisions of the State Personnel Relations Law.
- "(4) Subject to the approval of the [commission] **Oregon Transportation**Commission, the director may organize and reorganize the department as
 the director considers necessary to properly conduct the work of the department. As directed by the chairperson of the commission, the director
 shall assign employees of the department to staff the commission.

- "(5) When service of summons or other process is required by statute to
- 2 be served on the Director of Transportation, the Department of Transporta-
- 3 tion or the Oregon Transportation Commission, such service shall be made
- 4 upon the office of the director.
- **"SECTION 3.** ORS 184.623 is amended to read:
- 6 "184.623. (1) The executive appointment of the Director of Transportation
- 7 by the [Oregon Transportation Commission] Governor under ORS 184.620 is
- 8 subject to confirmation by the Senate. Confirmation requires the affirmative
- 9 vote of a majority of the members of the Senate.
- "(2) If an appointment made under ORS 184.620 is not confirmed by the
- 11 Senate, the [commission] Governor shall make another appointment, subject
- to confirmation by the Senate.
- 13 "(3) The name of the individual to be appointed or reappointed shall be
- submitted to the Senate by the [commission] Governor under ORS 184.620.
- 15 The Senate shall take up the question of confirmation as soon after the
- 16 convening of a regular or special session as is appropriate. The question of
- 17 confirmation may be referred to committee or may be acted upon without a
- 18 referral.

- "(4) If the name of an individual to be appointed or reappointed submitted
- 20 by the [commission] Governor is not acted upon during the term of the
- 21 Legislative Assembly to which it is submitted, the name may be resubmitted
- 22 to the subsequent term by the [commission] Governor on or after the date
- the Legislative Assembly convenes in the subsequent regular session.
- 24 "SECTION 4. (1) The amendments to ORS 184.620 and 184.623 by
- sections 2 and 3 of this 2025 Act apply to appointments made on or
- 26 after the effective date of this 2025 Act.
 - "(2) The Director of Transportation who is serving on the effective
- date of this 2025 Act continues to be governed by ORS 184.620 as in
- 29 effect immediately before the effective date of this 2025 Act.
 - **"SECTION 5.** ORS 184.665 is amended to read:

- "184.665. [(1) The Oregon Transportation Commission shall appoint a Con-
- 2 tinuous Improvement Advisory Committee composed of members of the com-
- 3 mission, employees of the Department of Transportation and transportation
- 4 stakeholders. The committee shall be of such size and representation as the
- 5 commission determines appropriate.]
- 6 "(1) As used in this section:
- "(a) 'Chief engineer' means the person appointed by the Director of Transportation under ORS 184.628.
- 9 "(b) 'Major project' means a transportation project that costs \$250 million or more to complete.
- "(2) The Oregon Transportation Commission shall appoint a Continuous Improvement Advisory Committee. The members of the committee shall include, but are not limited to, the following:
- 14 "(a) Members of the commission;
 - "(b) The Director of Transportation;
- 16 "(c) The chief engineer;

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- 17 "(d) Individuals with demonstrated expertise in planning, executing 18 and delivering major projects; and
 - "(e) At least one individual with demonstrated knowledge and experience in the application and implementation of the National Environmental Policy Act.
 - "(2)] (3) The committee shall:
- "(a) Advise the commission on ways to maximize the efficiency of the Department **of Transportation** to allow increased investment in the transportation system over the short, medium and long term.
- "(b) Develop key performance measures, based on desired outcomes, for each division of the department. The committee shall submit key performance measures to the commission for its approval. The committee shall report quarterly to the commission [at least once per year] and to the Joint Committee on Transportation on the status of key performance measures

- 1 and what steps are being taken by the department to achieve the goals of the
- 2 key performance measures.
- "[(3)] (4) The committee shall [periodically] report quarterly to the com-
- 4 mission and to the Joint Committee on Transportation. The reports must
- 5 include recommendations on ways the commission and the department may
- 6 execute their duties more efficiently.
- "[(4) Each odd-numbered year, the commission shall submit a report, in the
- 8 manner provided by ORS 192.245, to the Joint Committee on Transportation
- 9 established under ORS 171.858. The report must include information on the
- 10 activities and recommendations of the committee and information on any
- actions taken by the commission or the department to implement recommen-
- 12 dations of the committee.]
- "(5) The committee shall meet [regularly] at least once a month, at
- 14 times and places fixed by the chairperson of the committee or a majority of
- 15 members of the committee.
- "(6) The department shall provide office space and personnel to assist the
- 17 committee as requested by the chairperson, within the limits of available
- 18 funds.
- "[(6)] (7) Members of the committee are entitled to compensation and ex-
- 20 penses as provided under ORS 292.495.
- "SECTION 6. The Legislative Policy and Research Director shall
- 22 enter into a professional services contract for a performance audit of
- the operations of the Department of Transportation, to include exam-
- 24 ination of:
 - "(1) The management of the department; and
- 26 "(2) Whether and how the department addresses recommendations
- 27 from the management review conducted pursuant to section 203,
- 28 chapter 7, Oregon Laws 2025 (Enrolled Senate Bill 5550).
- "SECTION 7. Section 6 of this 2025 Act is repealed on January 2,
- 30 **2027.**

"WEIGHT-MILE TAXES 1 2 "SECTION 8. ORS 825.476 is amended to read: 3 "825.476. 4 5 MILEAGE TAX RATE TABLE "A" 6 Declared Combined 7 Fee Rates 8 Weight Groups Per Mile 9 (Pounds)(Mills) 26,001 to 28,000 76.4 10 28,001 to 30,000 80.9 11 12 30,001 to 32,000 84.6 13 32,001 to 34,000 88.4 14 34,001 to 36,000 91.8 15 36,001 to 38,000 96.6 16 38,001 to 40,000 100.2 17 40,001 to 42,000 103.8 18 42,001 to 44,000 107.7 19 44,001 to 46,000 111.3 46,001 to 48,000 114.9 20 21 48,001 to 50,000 118.7 22 50,001 to 52,000 123.1 127.7 23 52,001 to 54,000 24 54,001 to 56,000 132.5 25 56,001 to 58,000 138.0 26 58,001 to 60,000 144.3 27 60,001 to 62,000 151.7 28 62,001 to 64,000 160.1 29 64,001 to 66,000 169.3 30 66,001 to 68,000 181.3

1	68,001 to 70,000			194.1			
2	70,001 to 72,000			206.9			
3	72,001 to 74,000			218.7			
4	74,001 to 76,000			230.0			
5	76,001 to 78,000			241.1			
6	78,001 to 80,000			251.2			
7	"[]
8			AXLE-V	VEIGHT	MILEA	AGE	
9			TAX F	RATE T	ABLE "	<i>B</i> "	
10	Declared Combined	Numbe	er of Axles				
11	Weight Groups	5	6	7	8	9 or	
12	(Pounds)			(Mills)		more	
13	80,001 to 82,000	259.4	237.3	221.8	210.7	198.7	
14	82,001 to 84,000	267.8	241.1	225.4	213.4	201.4	
15	84,001 to 86,000	275.8	246.6	229.1	216.1	204.2	
16	86,001 to 88,000	285.2	252.0	232.7	219.9	206.9	
17	88,001 to 90,000	296.2	258.4	236.5	223.5	210.7	
18	90,001 to 92,000	309.0	265.9	239.9	227.1	214.4	
19	92,001 to 94,000	323.0	273.1	243.8	230.8	217.2	
20	94,001 to 96,000	337.7	281.5	248.3	234.6	220.7	
21	96,001 to 98,000	353.3	291.7	253.9	238.4	224.5	
22	98,001 to 100,000		302.5	259.4	242.8	228.1	
23	100,001 to 102,000			264.9	248.3	231.9	
24	102,001 to 104,000			270.5	253.9	236.5	
25	104,001 to 105,500			277.7	259.4	241.1	
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28		MIL	EAGE 7	ΓAX RA	TE TA	BLE "A"	
29	Declared Combined		Fee	Rates			

Per Mile

Weight Groups

1	(Pounds)	(Mills)	
2	26,001 to 32,000	139.0	
3	32,001 to 38,000	149.1	
4	38,001 to 44,000	159.7	
5	44,001 to 50,000	169.2	
6	50,001 to 56,000	180.0	
7	56,001 to 62,000	189.3	
8	62,001 to 68,000	199.4	
9	68,001 to 74,000	209.5	
10	74,001 to 80,000	217.3	
11	80,001 to 105,500	268.8	
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14		MILEAGE TAX RATE TABLE "E"	
14		MILEAGE TAX NATE TABLE E	
15	Declared Combined	Fee Rates	
	Declared Combined Weight Groups		
15		Fee Rates	
15 16	Weight Groups	Fee Rates Per Mile	
15 16 17	Weight Groups (Pounds)	Fee Rates Per Mile (Mills)	
15 16 17 18	Weight Groups (Pounds) 26,001 to 32,000	Fee Rates Per Mile (Mills) 196.8	
15 16 17 18 19	Weight Groups (Pounds) 26,001 to 32,000 32,001 to 38,000	Fee Rates Per Mile (Mills) 196.8 205.0	
15 16 17 18 19 20	Weight Groups (Pounds) 26,001 to 32,000 32,001 to 38,000 38,001 to 44,000	Fee Rates Per Mile (Mills) 196.8 205.0 218.6	
15 16 17 18 19 20 21	Weight Groups (Pounds) 26,001 to 32,000 32,001 to 38,000 38,001 to 44,000 44,001 to 50,000	Fee Rates Per Mile (Mills) 196.8 205.0 218.6	
15 16 17 18 19 20 21 22	Weight Groups (Pounds) 26,001 to 32,000 32,001 to 38,000 38,001 to 44,000 44,001 to 50,000 50,001 to 56,000	Fee Rates Per Mile (Mills) 196.8 205.0 218.6 231.6	
15 16 17 18 19 20 21 22 23	Weight Groups (Pounds) 26,001 to 32,000 32,001 to 38,000 38,001 to 44,000 44,001 to 50,000 50,001 to 56,000 56,001 to 62,000	Fee Rates Per Mile (Mills) 196.8 205.0 218.6 231.6 247.3	
15 16 17 18 19 20 21 22 23 24	Weight Groups (Pounds) 26,001 to 32,000 32,001 to 38,000 38,001 to 44,000 44,001 to 50,000 50,001 to 56,000 56,001 to 62,000 62,001 to 68,000	Fee Rates Per Mile (Mills) 196.8 205.0 218.6 231.6 247.3 259.4	
15 16 17 18 19 20 21 22 23 24 25	Weight Groups (Pounds) 26,001 to 32,000 32,001 to 38,000 38,001 to 44,000 44,001 to 50,000 50,001 to 56,000 56,001 to 62,000 62,001 to 68,000 68,001 to 74,000	Fee Rates Per Mile (Mills) 196.8 205.0 218.6 231.6 247.3 259.4 275.1	

[&]quot;SECTION 9. ORS 825.474 is amended to read:

30 "825.474. (1) In addition to other fees and taxes imposed by law upon

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- 1 carriers, there shall be assessed against and collected from every carrier a
- 2 tax for the use of the highways, to apply to the cost of administration of this
- 3 chapter and for the maintenance, operation, construction and reconstruction
- 4 of public highways.
- 5 "(2) The tax rate which shall apply to each motor vehicle shall be based
- 6 upon the declared combined weight of the motor vehicle and in accordance
- 7 with the weight group tax rates as shown in the tables set forth in ORS
- 8 825.476.
- 9 "(3) For the purpose of computing the tax due:
- "(a) Table 'A' in ORS 825.476 applies to motor vehicles subject to the tax
- imposed by this section that are not issued an annual variance permit under
- ORS 818.200 (1)(a) to (c) to operate with a combined weight of more than
- 13 80,000 pounds.
- "[(b) Table 'B' applies to motor vehicles subject to the tax imposed by this
- 15 section that are issued or required to obtain an annual variance permit under
- ORS 818.200 (1)(a) to (c) to operate with a combined weight of more than 80,000
- 17 pounds.]
- 18 "(b) Table 'E' in ORS 825.476 applies to electric vehicles subject to
- 19 the tax imposed by this section that are not issued an annual variance
- 20 permit under ORS 818.200 (1)(a) to (c) to operate with a combined
- 21 weight of 26,001 pounds or more.
- 22 "(c) The declared combined weight shall be the combined weight, as de-
- 23 fined in ORS 825.005, declared in the [application for authority under ORS
- 24 825.100, subject to audit and approval by the Department of Transportation
- 25 registration weight.
- 26 "(d) In addition to any tax due under this chapter, motor vehicles that
- 27 exceed the maximum vehicle weight limits for annual variance permits under
- ORS 818.200 (1)(a) to (c) are subject to the road use assessment fee imposed
- under ORS 818.225 for the entire motor vehicle weight, minus the road use
- 30 assessment fee for the maximum vehicle weight allowed under the annual

- 1 variance permit.
- "(4) The tax for each motor vehicle [when table 'A' or 'B' is used] shall be computed by multiplying the extreme mileage of travel in Oregon by the appropriate weight group tax rate as it appears in the table.
- 5 "SECTION 10. The amendments to ORS 825.474 and 825.476 by sections 8 and 9 of this 2025 Act become operative on July 1, 2028.

"SECTION 10a. The amendments to ORS 825.474 and 825.476 by sections 8 and 9 of this 2025 Act apply to taxes imposed on or after July 1, 2028.

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"DIESEL FUEL TAX ADMINISTRATION

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- "SECTION 11. ORS 319.010 is amended to read:
- 14 "319.010. As used in ORS 319.010 to 319.430, unless the context requires otherwise:
- "(1) 'Aircraft' means every contrivance now known, or hereafter invented, used or designed for navigation of or flight in the air, operated or propelled by the use of aircraft fuel.
 - "(2) 'Aircraft fuel' means any gasoline and any other inflammable or combustible gas or liquid by whatever name such gasoline, gas or liquid is known or sold, usable as fuel for the operation of aircraft, except gas or liquid, the chief use of which, as determined by the Department of Transportation is for purposes other than the propulsion of aircraft.
 - "(3) 'Airport' means any area of land or water, except a restricted landing area, which is designed for the landing and takeoff of aircraft.
- "(4) 'Broker' means [and includes] every person other than a dealer engaged in business as a broker, jobber or wholesale merchant dealing in motor vehicle fuel or aircraft fuel.
- "(5) 'Bulk transfer' means any change in ownership of motor vehicle fuel or aircraft fuel contained in a terminal storage facility or any physical

- movement of motor vehicle fuel or aircraft fuel between terminal storage facilities by pipeline or marine transport.
- 3 "(6) 'Dealer' means any person who:

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- "(a) Imports or causes to be imported motor vehicle fuels or aircraft fuels for sale, use or distribution in, and after the same reaches the State of Oregon, but 'dealer' does not include any person who imports into this state motor vehicle fuel in quantities of 500 gallons or less purchased from a supplier who is licensed as a dealer under ORS 319.010 to 319.430 and who assumes liability for the payment of the applicable license tax to this state;
 - "(b) Produces, refines, manufactures or compounds motor vehicle fuels or aircraft fuels in the State of Oregon for use, distribution or sale in this state;
 - "(c) Acquires in this state for sale, use or distribution in this state motor vehicle fuels or aircraft fuels with respect to which there has been no license tax previously incurred; or
 - "(d) Acquires title to or possession of motor vehicle fuels or aircraft fuels in this state and exports the product out of this state.
 - "(7) 'Department' means the Department of Transportation.
 - "(8) 'Diesel' or 'diesel fuel' includes biodiesel and renewable diesel fuel and other diesel fuel blends.
 - "[(8)] (9) 'Distribution' means, in addition to its ordinary meaning, the delivery of motor vehicle fuel or aircraft fuel by a dealer to any service station or into any tank, storage facility or series of tanks or storage facilities connected by pipelines, from which motor vehicle fuel or aircraft fuel is withdrawn directly for sale or for delivery into the fuel tanks of motor vehicles whether or not the service station, tank or storage facility is owned, operated or controlled by the dealer.
 - "[(9)] (10) 'First sale, use or distribution of motor vehicle fuel or aircraft fuel' means the first withdrawal, other than by bulk transfer, of motor vehicle fuel or aircraft fuel from terminal storage facilities for sale, use or distribution. 'First sale, use or distribution of motor vehicle fuel or aircraft

- 1 fuel' also means the first sale, use or distribution of motor vehicle fuel or
- 2 aircraft fuel after import into this state if the motor vehicle fuel or aircraft
- 3 fuel is delivered other than to the terminal storage facilities of a licensed
- 4 dealer.

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- 5 "[(10)] (11) 'Highway' means every way, thoroughfare and place, of what-
- 6 ever nature, open for use of the public for the purpose of vehicular travel.
- "[(11)] (12) 'Motor vehicle' means all vehicles, engines or machines, mov-
- 8 able or immovable, operated or propelled by the use of motor vehicle fuel.
- 9 "[(12)] (13)(a) 'Motor vehicle fuel' means [and includes] gasoline, diesel
- and any other inflammable or combustible gas or liquid, by whatever name
- such gasoline, gas or liquid is known or sold, usable as fuel for the operation
- of motor vehicles, except gas or liquid[,] the chief use of which, as deter-
- mined by the department, is for purposes other than the propulsion of motor
- 14 vehicles upon the highways of this state.
 - "(b) 'Motor vehicle fuel' does not include dyed diesel as defined in ORS 319.520.
 - "[(13)] (14) 'Person' includes every natural person, association, firm,
- partnership, corporation or the United States.
- "[(14)] (15) 'Restricted landing area' means any area of land or water, or
- 20 both, which is used or made available for the landing and takeoff of aircraft,
- 21 the use of which, except in case of emergency, is provided from time to time
- 22 by the department.
- "[(15)] (16) 'Service station' means [and includes] any place operated for
- 24 the purpose of retailing and delivering motor vehicle fuel into the fuel tanks
- of motor vehicles or aircraft fuel into the fuel tanks of aircraft.
- "[(16)] (17) 'Terminal storage facility' means any fuel storage facility that
- 27 has marine or pipeline access.
- 28 **"SECTION 12.** ORS 295.103 is amended to read:
- 29 "295.103. (1) This section applies to the following moneys:
- "(a) Motor **vehicle** fuel taxes, penalties and interest that are:

- 1 "(A) Imposed on motor carriers; and
- "(B) Payable through a clearinghouse operated under an international fuel tax agreement entered into under ORS 825.555; and
- 4 "(b) Registration fees and other fixed fees and taxes that are:
- 5 "(A) Imposed on motor carriers for motor vehicles proportionally regis-6 tered in this state and other jurisdictions;
- 7 "(B) Apportioned to this state; and

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- 8 "(C) Payable through a clearinghouse operated under an agreement for 9 proportional registration entered into under ORS 826.007.
 - "(2) Moneys described in subsection (1) of this section are not public funds for purposes of ORS 295.001 to 295.108 for the period during which the moneys are held by a clearinghouse described in subsection (1) of this section pending disbursement to, or payment on behalf of, the state.

"SECTION 13. ORS 319.390 is amended to read:

"319.390. [Every dealer in motor vehicle fuel shall keep a record in such 15 form as may be prescribed by the Department of Transportation of all pur-16 chases, receipts, sales and distribution of motor fuel. The records shall include 17 copies of all invoices or bills of all such sales and shall at all times during 18 the business hours of the day be subject to inspection by the department or its 19 deputies or other officers duly authorized by the department. Upon request 20 from the officials to whom is entrusted the enforcement of the motor fuel tax 21 law of another state, territory, country or the federal government, the depart-22 ment shall forward to such officials any information which it may have rela-23 tive to the import or export of any motor vehicle fuel by any dealer, provided 24 such other state, territory, country or federal government furnishes like infor-25 mation to this state.] 26

- "(1) As used in this section:
- "(a) 'Department of Transportation' or 'department' includes deputies or other officers or representatives duly authorized by the department.

- "(b) 'Inspection' means any inspection, audit, examination or test reasonably required in the administration of this section.
- "(c) 'Premises' means any premises, equipment, rolling stock or facilities operated or occupied by any dealer or broker.
- "(d) 'Records' means any records of purchases, receipts, sales and distribution of motor vehicle fuel, including copies of invoices or bills of such sales, and related books, papers, statements and reports.
- 8 "(2) The Department of Transportation may, at any time during a 9 dealer's or broker's business hours, upon demand, enter upon the 10 premises in order to:
 - "(a) Conduct an inspection of records and equipment;
- 12 "(b) Set up and use any apparatus or appliance, and occupy neces-13 sary space, for the inspection;
 - "(c) Verify the completeness, truth and accuracy of any records; and
- 16 "(d) Determine whether the dealer or broker has violated any pro-17 vision of ORS 319.010 to 319.430.
 - "(3) Any dealer or broker that refuses entry to the department for an inspection, or a demand to furnish records necessary for the inspection, is subject to a civil penalty under section 24 of this 2025 Act.
 - **"SECTION 14.** ORS 825.555 is amended to read:
- "825.555. (1) The Department of Transportation may enter into an international fuel tax agreement with jurisdictions outside [of] this state to provide for cooperation and assistance among member jurisdictions in the administration and collection of taxes imposed on motor carriers for the consumption of all fuels used in vehicles operated interstate.
 - "(2) An agreement under this section may:
- 28 "(a) Provide for determining a base state for motor carriers for purposes 29 of the agreement.
 - "(b) Impose record keeping requirements.

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1 "(c) Specify audit procedures.

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- 2 "(d) Provide for exchange of information among jurisdictions.
- "(e) Provide criteria for determining which carriers are eligible to receive the benefits of the agreement.
- 5 "(f) Define qualified motor vehicles.
- 6 "(g) Specify conditions under which bonds are required.
- "(h) Specify reporting requirements and periods, including but not limited to specifying penalty and interest rates for late reporting.
 - "(i) Determine methods for collecting and forwarding of motor **vehicle** fuel taxes, penalties and interest to another jurisdiction.
 - "(j) Provide that the Department of Transportation may deny any person further benefits under the agreement until all motor **vehicle** fuel taxes have been paid, if the department determines that additional motor **vehicle** fuel taxes are owed by the person.
 - "(k) Authorize the department to suspend, [or] cancel **or refuse to renew** benefits under the agreement for any person who violates any term or condition of the agreement or any law or rule of this state relating to motor carriers or vehicles.
 - "(L) Contain such other provisions as will facilitate the agreement.
 - "(m) Authorize the department to deny an international fuel tax agreement license if the department has reasonable grounds to believe, based on information contained in the department files and records or based on evidence presented during an administrative hearing, that the department has authority to deny or revoke an international fuel tax agreement license.
 - "(3) An agreement may not provide for any benefit, exemption or privilege with respect to any fees or taxes levied or assessed against the use of highways or use or ownership of vehicles except for motor **vehicle** fuel taxes and requirements related to motor **vehicle** fuel taxes.
 - "(4) The department may adopt any rules the department deems necessary

- to enforce, effectuate and administer the provisions of an agreement entered
- 2 into under this section. Nothing in the agreement shall affect the right of
- 3 the department to adopt rules as provided in ORS chapter 823 and this
- 4 chapter.
- 5 "(5) An agreement shall be in writing and shall be filed with the depart-
- 6 ment within 10 days after execution or on the effective date of the agree-
- 7 ment, whichever is later.
- 8 "(6)(a) The department shall adopt rules establishing an annual fee to be
- 9 paid by each motor carrier receiving benefits from an agreement entered into
- 10 under this section.
- "(b) In establishing fees, the department shall consider the size of the
- 12 motor carrier's fleet.
- "(c) Fees established under this subsection shall be designed to recover
- the full direct and indirect costs to the department that result from partic-
- ipation in the agreement[, but the department may not establish a fee under
- 16 this subsection that exceeds \$650].

"SECTION 15. ORS 810.530 is amended to read:

- 18 "810.530. (1) A weighmaster or motor carrier enforcement officer in whose
- 19 presence an offense described in this subsection is committed may arrest or
- 20 issue a citation for the offense in the same manner as under ORS 810.410 as
- 21 if the weighmaster or motor carrier enforcement officer were a police officer.
- 22 This subsection applies to the following offenses:
- 23 "(a) Violation of maximum weight limits under ORS 818.020.
- 24 "(b) Violation of posted weight limits under ORS 818.040.
- "(c) Violation of administratively imposed weight or size limits under
- 26 ORS 818.060.
- "(d) Violation of maximum size limits under ORS 818.090.
- 28 "(e) Exceeding maximum number of vehicles in combination under ORS
- 29 818.110.

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"(f) Violation of posted limits on use of road under ORS 818.130.

- "(g) Violation of towing safety requirements under ORS 818.160.
- 2 "(h) Operating with sifting or leaking load under ORS 818.300.
- "(i) Dragging objects on highway under ORS 818.320.
- 4 "(j) Unlawful use of devices without wheels under ORS 815.155.
- 5 "(k) Unlawful use of metal objects on tires under ORS 815.160.
- 6 "(L) Operation without pneumatic tires under ORS 815.170.
- 7 "(m) Operation in violation of vehicle variance permit under ORS 818.340.
- 8 "(n) Failure to carry and display permit under ORS 818.350.
- 9 "(0) Failure to comply with commercial vehicle enforcement requirements 10 under ORS 818.400.
- "(p) Violation of any provision of ORS chapter 825.
- "(q) Operation without proper fenders or mudguards under ORS 815.185.
- "[(r) Operating a vehicle without driving privileges in violation of ORS
 14 807.010 if the person is operating a commercial motor vehicle and the person
 15 does not have commercial driving privileges.]
- "[(s) Violation driving while suspended or revoked in violation of ORS
 17 811.175 if the person is operating a commercial motor vehicle while the person's
 18 commercial driving privileges are suspended or revoked.]
- "(r) Operating a vehicle without driving privileges in violation of ORS 807.010 if the person does not have driving privileges and is operating:
- 22 "(A) A commercial motor vehicle; or
- 23 "(B) A commercial vehicle that has:
- 24 "(i) A gross vehicle weight rating of 10,001 pounds or more;
- 25 "(ii) A gross combination weight rating of 10,001 pounds or more;
- 26 "(iii) A gross vehicle weight of 10,001 pounds or more; or
- 27 "(iv) A gross combination weight of 10,001 pounds or more.
- "(s) Violation driving while suspended or revoked in violation of ORS 811.175 if the person is operating any of the following vehicles while the person's driving privileges are suspended or revoked:

- "(A) A commercial motor vehicle; or
- 2 "(B) A commercial vehicle that has:
- "(i) A gross vehicle weight rating of 10,001 pounds or more;
- 4 "(ii) A gross combination weight rating of 10,001 pounds or more;
- "(iii) A gross vehicle weight of 10,001 pounds or more; or
- 6 "(iv) A gross combination weight of 10,001 pounds or more.
- "(t) Failure to use vehicle traction tires or chains in violation of ORS 815.140 if the person is operating a motor vehicle subject to ORS chapter 825 or 826.
- "(u) Failure to carry vehicle traction tires or chains in violation of ORS 815.142 if the person is operating a motor vehicle subject to ORS chapter 825 or 826.
- 13 "(v) Illegally altering or displaying registration plate in violation of ORS 803.550.
- "(2) A weighmaster or motor carrier enforcement officer in whose pres-15 ence an offense described in this subsection is committed by a person oper-16 ating a [commercial motor] vehicle described in subsection (3) of this 17 **section** may issue a citation for the offense. A weighmaster or motor carrier 18 enforcement officer who finds evidence that an offense described in this 19 subsection has been committed by a person operating a [commercial motor] 20 vehicle described in subsection (3) of this section or by a motor carrier 21 for which the person is acting as an agent may issue a citation for the of-22 fense. A weighmaster or motor carrier enforcement officer issuing a citation 23 under this subsection has the authority granted a police officer issuing a 24 citation under ORS 810.410. A citation issued under this subsection to the 25 operator of a [commercial motor] vehicle described in subsection (3) of this 26 section shall be considered to have been issued to the motor carrier that 27 owns the [commercial motor] vehicle described in subsection (3) of this 28 **section** if the operator is not the owner. This subsection applies to the fol-29 lowing offenses, all of which are Class A traffic violations under ORS 825.990 30

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- "(a) Repeatedly violating or avoiding any order or rule of the Department of Transportation.
- "(b) Repeatedly refusing or repeatedly failing, after being requested to do so, to furnish service authorized by certificate.
- 6 "(c) Refusing or failing to file the annual report as required by ORS 7 825.320.
- 8 "(d) Refusing or failing to maintain records required by the department 9 or to produce such records for examination as required by the department.
- "(e) Failing to appear for a hearing after notice that the carrier's certificate or permit is under investigation.
- "(f) Filing with the department an application that is false with regard to the ownership, possession or control of the equipment being used or the operation being conducted.
- 15 "(g) Delinquency in reporting or paying any fee, tax or penalty due to the 16 department under ORS chapter 825 or 826.
- 17 "(h) Refusing or failing to file a deposit or bond as required under ORS 825.506.
- "(i) Failing to comply with the applicable requirements for attendance at a motor carrier education program as required by ORS 825.402.
 - "(j) Failure to comply with an international fuel tax agreement under section 18 of this 2025 Act.
- 23 "(k) Improper use of dyed diesel under section 19 of this 2025 Act.
- 24 "(3) Subsections (2) and (4) of this section apply to the following vehicles:
- 26 "(a) A commercial motor vehicle; or
- 27 "(b) A commercial vehicle that has:
- 28 "(A) A gross vehicle weight rating of 10,001 pounds or more;
- 29 "(B) A gross combination weight rating of 10,001 pounds or more;
- 30 "(C) A gross vehicle weight of 10,001 pounds or more; or

- "(D) A gross combination weight of 10,001 pounds or more.
- 2 "[(3)] (4) A weighmaster or motor carrier enforcement officer who finds
- 3 evidence that a person operating a [commercial motor] vehicle described in
- 4 subsection (3) of this section has committed the offense of failure to pay
- 5 the appropriate registration fee under ORS 803.315 may issue a citation for
- 6 the offense in the same manner as under ORS 810.410 as if the weighmaster
- 7 or motor carrier enforcement officer were a police officer.
- 8 "[(4)] (5) The authority of a weighmaster or motor carrier enforcement
- 9 officer to issue citations or arrest under this section is subject to ORS
- 10 chapter 153.

- "[(5)(a)] (6)(a) A person is a weighmaster for purposes of this section if
- 12 the person is a county weighmaster or a police officer.
- "(b) A person is a motor carrier enforcement officer under this section if
- 14 the person is duly authorized as a motor carrier enforcement officer by the
- 15 Department of Transportation.
- "[(6)] (7) A weighmaster or motor carrier enforcement officer may accept
- 17 security in the same manner as a police officer under ORS 810.440 and
- 18 810.450 and may take as security for the offenses, in addition to other secu-
- 19 rity permitted under this section, the sum fixed as the presumptive fine for
- 20 the offense.
- "[(7)] (8) A weighmaster or motor carrier enforcement officer may arrest
- 22 a person for the offense of failure to appear in a violation proceeding under
- ORS 153.992 if the violation is based upon a citation for any offense de-
- scribed in subsection (1) or [(3)] (4) of this section except those described in
- 25 subsection (1)(p) of this section.
- 26 "[(8)] (9) A weighmaster or motor carrier enforcement officer may exercise
- 27 the same authority as a police officer under ORS 810.490 to enforce vehicle
- 28 requirements and detain vehicles. A person who fails to comply with the
- 29 authority of a weighmaster or motor carrier enforcement officer under this
- 30 subsection is subject to penalty under ORS 818.400.

- "SECTION 16. Sections 17 to 19 of this 2025 Act are added to and made a part of the Oregon Vehicle Code.
- 3 "SECTION 17. 'Dyed diesel' has the meaning given that term in 4 ORS 319.520.
- "SECTION 18. (1) A person commits the offense of failure to comply with an international fuel tax agreement if the person is required to comply with the requirements of an international fuel tax agreement entered into under ORS 825.555 or any rule adopted by the Department of Transportation under ORS 825.555, and the person fails to comply.
- 10 "(2) The offense described under this section, failure to comply with 11 an international fuel tax agreement, is a Class A traffic violation.
 - "SECTION 19. (1) A person commits the offense of improper use of dyed diesel if the person operates a motor vehicle on the highways of this state and has dyed diesel in the fuel supply tank of the vehicle in violation of section 23 of this 2025 Act.
- 16 "(2) The offense described under this section, improper use of dyed 17 diesel, is a Class A traffic violation.
 - **"SECTION 20.** ORS 319.520 is amended to read:
- 19 "319.520. As used in ORS 319.510 to 319.880, unless the context clearly 20 indicates a different meaning:
- "(1) 'Cardlock card' means a fuel card:

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- "(a) Capable of generating an electronic invoice or electronic statement that includes the information required by ORS 319.671 and the applicable fuel tax amount;
- 25 "(b) Issued for a specific vehicle, a specific piece of equipment or a group 26 of equipment;
- "(c) That includes the qualifying information, as designated by the Department of Transportation by rule, that is printed on the electronic invoice or electronic statement;
 - "(d) That allows the tax status of the cardlock card to be indicated on the

- electronic invoice or electronic statement and includes state tax as a sepa-
- 2 rate item on the invoice or statement; and
- "(e) That allows a cardlock card issuer to generate a statement recording,
- 4 by fuel type, gallons of fuel purchased for domestic and foreign customers
- 5 each month.
- 6 "(2) 'Combined weight' means the total empty weight of all vehicles in a
- 7 combination plus the total weight of the load carried on that combination
- 8 of vehicles.

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- 9 "(3) 'Delinquent' means having failed to pay a tax or penalty within the 10 time provided by law.
- "(4) 'Department' means the Department of Transportation.
 - "(5) 'Diesel' and 'diesel fuel' have the meanings given those terms in ORS 319.010.
 - "[(5)] (6) 'Domestic customer' means a customer making a purchase at a nonretail facility owned by the cardlock card issuer.
 - "(7) 'Dyed diesel' means diesel fuel that is dyed a color and meets the dyeing and marking requirements of the Internal Revenue Service.
- "[(6)] (8) 'Foreign customer' means a customer making a purchase at a nonretail facility owned by a seller other than the cardlock card issuer.
 - "[(7)] (9) 'Fuel' means any combustible gas, liquid or material of a kind used for the generation of power to propel a motor vehicle on the highways except motor vehicle fuel as defined in ORS 319.010.
- "[(8)] (10) 'Highway' means every way, thoroughfare and place, of whatever nature, open to the use of the public for the purpose of vehicular travel.
- 25 "[(9)] (11) 'Light weight' means the weight of a vehicle when fully 26 equipped for moving over the highway.
- "[(10)] (12) 'Liquefied petroleum gas' includes propane, pentane and any mixture of propane and pentane.
- "[(11)] (13) 'Motor vehicle' means every self-propelled vehicle operated on the highway, except an implement of husbandry used in agricultural oper-

- ations and only incidentally operated or moved upon the highway.
- 2 "[(12)] (14) 'Nonretail facility' means:
- "(a) An unattended facility accessible only by cardlock card and not associated with a retail facility; or
- 5 "(b) An unattended portion of a retail facility separate from the retail 6 operations and accessible only by cardlock card.
- "[(13)] (15) 'Person' means any individual, firm, copartnership, joint venture, association, corporation, trust, receiver or any group or combination acting as a unit.
- 10 "[(14)] (16) 'Seller' means:

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- "(a) A person that sells fuel to a user; or
- "(b) If the fuel is dispensed at a nonretail facility, the person that owns the user's accounts and bills the user for fuel purchased at a nonretail facility.
- "[(15)] (17) "To sell fuel for use in a motor vehicle' means to dispense or place fuel for a price into a receptacle on a motor vehicle, from which receptacle the fuel is supplied to propel the motor vehicle.
 - "[(16)] (18) 'To use fuel in a motor vehicle' means to receive into any receptacle on a motor vehicle, fuel to be consumed in propelling the motor vehicle on the highways of this state; and, if the fuel is received into the receptacle outside the taxing jurisdiction of the state, 'to use fuel in a motor vehicle' means to consume in propelling the motor vehicle on the highways of this state.

"SECTION 21. ORS 319.550 is amended to read:

- "319.550. (1) Except as provided in this section, a person may not use fuel in a motor vehicle in this state unless the person holds a valid user's license.
- "(2) A nonresident may use fuel in a motor vehicle not registered in Oregon for a period not exceeding 30 consecutive days without obtaining a user's license or the emblem issued under ORS 319.600, if, for all fuel used in a motor vehicle in this state, the nonresident pays to a seller, at the time

- of the sale, the tax provided in ORS 319.530.
- "(3) A user's license is not required for a person who uses fuel in a motor vehicle if, for all fuel used in a motor vehicle in this state, the person pays
- 4 to a seller, at the time of the sale, the tax provided in ORS 319.530.
- 5 "(4) A user's license is not required for a person who is subject to the 6 weight-mile tax described in ORS 825.474 and 825.476 or the flat fee rate de-
- 7 scribed in ORS 825.480.
- 8 "(5)(a) A user's license is not required for a person who uses fuel as de-
- 9 scribed in ORS 319.520 [(7)] (9) in the vehicles specified in this subsection
- 10 if the person pays to a seller, at the time of the sale, the tax provided in
- 11 ORS 319.530.

- "(b) Paragraph (a) of this subsection applies to the following vehicles:
- "(A) Motor homes as defined in ORS 801.350.
- "(B) Recreational vehicles as defined in ORS 174.101.
- 15 "(6) A user's license is not required for a person who uses fuel in a motor 16 vehicle:
- "(a) Metered use by which is subject to the per-mile road usage charge imposed under ORS 319.885; and
- "(b) That also uses fuels subject to ORS 319.510 to 319.880.
- "(7) A user's license is not required for a person who uses fuel in a motor vehicle on which an emblem issued for the motor vehicle pursuant to ORS 319.535 is displayed.
 - "SECTION 22. Sections 23 and 24 of this 2025 Act are added to and made a part of ORS 319.510 to 319.880.
- "SECTION 23. Dyed diesel use. (1) A person may operate or maintain a motor vehicle on the highways of this state with dyed diesel in the fuel supply tank only if the use is authorized by an agency of the United States or the person is eligible for a refund under ORS 267.570 (2) or 319.831.
- 30 "(2) A person that owns, operates or maintains a fuel storage tank

or terminal storage facility:

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- "(a) Shall provide markings consistent with those directed by feda eral law; and
- "(b) May not knowingly store, or cause to be stored, dyed diesel in a fuel storage tank or terminal storage facility if the purpose of the tank or facility is to store undyed diesel.
- "(3) A person that violates this section is subject to a civil penalty
 under section 24 of this 2025 Act.
- "SECTION 24. Civil penalties. (1) In addition to any other penalty provided by law, the Department of Transportation may impose a civil penalty for failure to comply with section 23 of this 2025 Act.
- 12 "(2) Any civil penalty imposed under this section shall be imposed 13 in the manner provided by ORS 183.745.
 - "(3) The department shall adopt rules implementing these provisions, including a schedule of civil penalties.
 - "(4) The civil penalty for each violation of section 23 of this 2025 Act may not exceed the amount of \$10 per gallon of capacity of the supply tank of the motor vehicle, or \$1,000, whichever is greater, plus the amount of tax that would have been paid for an equivalent amount of motor vehicle fuel.
 - "(5) A civil penalty imposed under this section may be remitted or reduced upon such terms and conditions as the department considers proper and consistent with the public health and safety.
- "(6)(a) In imposing a penalty pursuant to the schedule adopted pursuant to this section, the department shall consider the following factors:
- 27 "(A) Any prior violations of section 23 of this 2025 Act.
- 28 "(B) The extent to which the violation threatens the public health 29 or safety and the immediacy of the threat.
 - "(b) The penalty imposed under this section may be remitted or

- mitigated upon such terms and conditions as the department determines to be proper and consistent with the public benefit.
- "(7) All penalties recovered under this section shall be paid into the
 State Treasury and credited to the State Highway Fund.
 - **"SECTION 25.** ORS 319.700 is amended to read:

- "319.700. The tax and the penalty imposed upon a user of fuel in a motor 6 vehicle by ORS 319.510 to 319.880 or penalties associated with the im-7 proper use or storage of dyed diesel shall constitute a lien upon, and shall 8 have the effect of an execution duly levied against, any motor vehicle in 9 connection with which the taxable use is made, attaching at the time of such 10 use. The lien shall not be removed until the tax has been paid or the motor 11 vehicle subject to the lien has been sold in payment of such tax. The lien 12 is paramount to all private liens or encumbrances of whatever character 13 upon the motor vehicle and to the rights of any conditional vendor or any 14 other holder of the legal title in or to the motor vehicle. 15
 - **"SECTION 26.** ORS 823.012 is amended to read:
- "823.012. (1) If the Director of Transportation determines that an emergency, as defined in ORS 401.025, has occurred or is imminent, the director may suspend operation of one or more of the following statutes involving motor carriers for the purpose of expediting the movement of persons or property:
- "(a) ORS 818.400, compliance with commercial vehicle enforcement requirements related to commercial vehicle weight, size, load, conformation or equipment.
- 25 "(b) ORS 825.100, certificate or permit requirement for commercial trans-26 portation of persons or property.
- 27 "(c) ORS 825.104, registration requirement for for-hire or private carrier 28 engaged in interstate operations.
- "(d) ORS 825.160, requirement for person operating as motor carrier to have policy of public liability and property damage insurance.

- "(e) ORS 825.162, requirement for person operating as for-hire carrier of freight or express to have cargo insurance.
- "(f) ORS 825.250, requirement to stop and submit to an inspection of the driver, the cargo or the vehicle or combination of vehicles or an inspection of the fuel supply tank of the vehicle or combination of vehicles.
- 6 "(g) ORS 825.252, safety regulations for for-hire and private carriers.
- 7 "(h) ORS 825.258, rules for transportation of hazardous waste, hazardous 8 material and PCB.
- 9 "(i) ORS 825.450, [weight identifiers] tax enrollments issued by Depart-10 ment of Transportation.
- "(j) ORS 825.470, temporary pass for single trip or short-time operation of vehicle.
 - "(k) ORS 825.474, assessment of tax for use of highways.
- "(L) ORS 826.031, registration of certain vehicles not already registered with state.
 - "(m) Section 23 of this 2025 Act and ORS 319.020 and 319.530 related to the payment of motor vehicle fuel taxes or the use of dyed diesel on the highways.
 - "(2) A suspension under this section may occur prior to a declaration of a state of emergency under ORS 401.165, but may not exceed 72 hours unless a state of emergency is declared under ORS 401.165. If a state of emergency is declared under ORS 401.165, the suspension shall last until the state of emergency is terminated as provided under ORS 401.204.
 - "(3) The director may designate by rule a line of succession of deputy directors or other employees of the department who may suspend operations of statutes under this section in the event the director is not available. Any suspension by a person designated by the director under this subsection has the same force and effect as if issued by the director, except that, if the director can be reached, the suspension must be affirmed by the director when the director is reached. If the director does not set aside a suspension within

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- 24 hours of being reached, the suspension shall be considered affirmed by the director.
- "SECTION 27. ORS 823.023 is amended to read:
- "823.023. (1) The Department of Transportation or authorized represen-tatives may enter upon any premises, or any equipment, rolling stock, motor **vehicles** or facilities, operated or occupied by any motor carrier or railroad for the purpose of making any inspection, examination or test reasonably required in the administration of ORS chapters 319, 823, 824, 825 and 826, and to set up and use on such premises, equipment, rolling stock, motor vehicles or facilities any apparatus or appliance and occupy reasonable space therefor.
 - "(2) The department or authorized representatives shall, upon demand, have the right to inspect the **motor vehicles**, books, accounts, papers, records and memoranda of any motor carrier or railroad and to examine under oath any officer, agent or employee of such motor carrier or railroad in relation to its business and affairs.
 - "(3) Any person who on behalf of the department makes demand of a motor carrier or railroad for an examination, inspection or test shall, upon request therefor, produce a certificate under the seal of the department showing authority to make such examination, inspection or test.
 - "(4) The department or authorized representatives shall, upon demand, have the right to enter any premises of a business that the department has reasonable cause to believe tendered for shipment, by motor or rail, any hazardous material and to make any examination, inspection or test reasonably required to determine compliance with the health and safety regulations administered or enforced by the department. Any person, who on behalf of the department demands to make an examination, inspection or test, shall produce upon request a certificate under the seal of the department showing authority to make the examination, inspection or test.
 - "(5) Nothing in this section authorizes the department to use any infor-

- 1 mation developed thereunder for any purpose inconsistent with any statute
- 2 governing motor carriers or railroads and administered by the department
- 3 or to make a disclosure thereof for other than regulatory purposes.
- 4 **"SECTION 28.** ORS 823.027 is amended to read:
- 5 "823.027. (1) Every motor carrier and railroad shall furnish to the De-6 partment of Transportation all information required by the department to 7 carry into effect the provisions of ORS chapters **319**, 823, 824, 825 and 826 8 and shall make specific answers to all questions submitted by the depart-
- 9 ment.

- "(2) If a motor carrier or railroad is unable to furnish any information required under subsection (1) of this section for any reason beyond its control, it is a good and sufficient reason for such failure. The answer or information shall be verified under oath and returned to the department at the department's office within the period fixed by the department.
 - "SECTION 29. ORS 823.085 is amended to read:
- "823.085. (1) Any motor carrier or railroad that does, or causes or permits 16 to be done, any matter, act or thing prohibited by ORS chapters 319, 823, 824, 17 825 and 826, or omits to do any act, matter or thing required to be done by 18 ORS chapters 319, 823, 824, 825 and 826, is liable to the person injured 19 thereby in the amount of damages sustained in consequence of such vio-20 lation. If the party seeking damages alleges and proves that the wrong or 21 omission was the result of gross negligence or willful misconduct, the motor 22 carrier or railroad is liable to the person injured thereby in treble the 23 amount of damages sustained in consequence of the violation. The court may 24 award reasonable attorney fees to the prevailing party in an action under 25 this section. 26
- 27 "(2) Any recovery under this section does not affect recovery by the state 28 of the penalty, forfeiture or fine prescribed for such violation.
- 29 "(3) This section does not apply with respect to the liability of any motor 30 carrier or railroad for personal injury or property damage.

- "SECTION 30. ORS 825.005 is amended to read:
- 2 "825.005. As used in this chapter:
- "(1) 'Carrier' or 'motor carrier' means for-hire carrier or private carrier.
- 4 "(2) 'Cartage carrier' means any person who undertakes to transport any
- 5 class of property by motor vehicle for compensation when the transportation
- 6 is performed wholly within an incorporated city or a commercial zone adja-
- 7 cent to an incorporated city.
- 8 "(3) 'Certificate' means an authority issued to a for-hire carrier under
- 9 ORS 825.110.
- "(4) 'Combined weight' means the [weight of the motor vehicle plus the
- 11 weight of the maximum load which the applicant has declared such vehicle
- 12 will carry] total empty weight of all vehicles in a combination plus the
- 13 total weight of the load carried on that combination of vehicles as
- 14 listed in the vehicle registration for the time period shown on the
- 15 registration document. Any declared combined weight is subject to audit
- and approval by the Department of Transportation.
- "(5) 'Department' means the Department of Transportation.
 - "(6) 'Electric vehicle' means a motor vehicle that uses electricity
- 19 as its only source of motive power.
- "[(6)] (7) 'Extreme miles' or 'extreme mileage' means the total miles op-
- 21 erated by a vehicle over the public highways, except the extra miles neces-
- 22 sarily operated in traversing detours or temporary routes on account of road
- 23 blockades in the state.
- 24 "[(7)] (8) 'For-hire carrier' means:
- 25 "(a) Any person who transports persons or property for hire or who pub-
- 26 licly purports to be willing to transport persons or property for hire by motor
- 27 vehicle; or

- 28 "(b) Any person who leases, rents or otherwise provides a motor vehicle
- 29 to the public and who in connection therewith in the regular course of
- 30 business provides, procures or arranges for, directly, indirectly or by course

- of dealing, a driver or operator therefor.
- "[(8)] (9) 'Household goods' means the personal effects or other property used or to be used in a dwelling but does not include property transported from a store or factory or property exclusively for office use.
- "[(9)] (10) 'Motor vehicle' means any self-propelled vehicle and any such vehicle in combination with any trailing units, used or physically capable of being used upon any public highway in this state in the transportation of persons or property, except vehicles operating wholly on fixed rails or tracks and electric trolley buses. 'Motor vehicle' includes overdimension vehicles or vehicles permitted excessive weights pursuant to a special authorization issued by a city, county or the Department of Transportation.
- "[(10)] (11) 'Permit' means an authority issued to a carrier under ORS 825.102, **825.104**, 825.106, 825.108 or 825.127.
- "[(11)] (12) 'Private carrier' means any person who operates a motor vehicle over the public highways of this state for the purpose of transporting persons or property when the transportation is incidental to a primary business enterprise, other than transportation, in which such person is engaged.
- "[(12)] (13) 'Privilege taxes' means the weight-mile tax and fees prescribed in this chapter.
- "[(13)] (14) 'Property' includes, but is not limited to, permanent loads such as equipment, appliances, devices, or ballast that are attached to, carried on, or made a part of the vehicle and that are designed to serve some functional purpose.
- "[(14)] (15) 'Public highway' means every street, alley, road, highway and thoroughfare in this state used by the public or dedicated or appropriated to public use.
- "[(15)] (16) 'Transit-type motor vehicle' means any passenger-carrying vehicle that does not have a separate space for transporting baggage or express.

- "[(16)] (17) 'Transporter' has the meaning given that term in ORS 466.005.
- "SECTION 31. Section 32 of this 2025 Act is added to and made a part of ORS chapter 825.
- "SECTION 32. (1) Before operating a motor vehicle on the public highways of this state, an out-of-state motor carrier not licensed under an international fuel tax agreement shall obtain a valid fuel trip permit from the Department of Transportation in accordance with this section. A motor carrier shall obtain a fuel trip permit under this section if the motor carrier:
- "(a) Is operating a motor vehicle with a combined weight of more than 26,000 pounds or a motor vehicle with three or more axles, regardless of weight, on the public highways of this state; and
 - "(b) The vehicle is not registered under ORS 826.009 or 826.031.
- "(2) This section does not apply to a motor carrier who has a valid international fuel tax agreement license issued by a jurisdiction other than Oregon.
 - "(3) The Department of Transportation shall develop a standardized application form for a fuel trip permit issued under this section.
- 19 "(4) The department may not issue more than three fuel trip per-20 mits in a calendar year for any one motor vehicle.
- "(5) No report of mileage is required for the motor vehicle to which the fuel trip permit relates.
 - "(6) A fuel trip permit issued under this section is valid:
- 24 "(a) For three consecutive days beginning and ending on the dates 25 specified on the face of the fuel trip permit; and
- 26 "(b) Only for the motor vehicle for which the fuel trip permit was 27 issued.
- 28 "(7) The fee for the fuel trip permit shall be determined by the de-29 partment by rule.
 - "(8) The department may adopt rules to carry out the provisions

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1 of this section.

- **"SECTION 33.** ORS 825.326 is amended to read:
- "825.326. (1) Except as provided in subsection (2) of this section, all fees,
- 4 taxes, charges and other sums collected by the Department of Transportation
- 5 or from International Fuel Tax Agreement member jurisdictions under
- 6 this chapter shall be paid into the State Treasury and shall be placed to the
- 7 credit of an account, separate and distinct from the General Fund, to be
- 8 known as the Motor Carrier Account. Interest earned by the account shall
- 9 be credited to the account.
- "(2) Notwithstanding ORS 823.991, all fees collected under ORS 825.247
- and all penalties collected under ORS 825.950 for offering to transport or
- 12 transporting household goods without a certificate shall be paid into the
- 13 State Treasury and shall be placed to the credit of an account, separate and
- 14 distinct from the General Fund, to be known as the Consumer Protection
- 15 Household Moves Account. Interest earned by the account shall be credited
- to the account. Moneys in the account are continuously appropriated to the
- department for purposes specified in subsection (5) of this section.
- 18 "(3) The department may purchase the necessary supplies and equipment
- and provide for all necessary and incidental expenses incurred by the de-
- 20 partment in administering and enforcing this chapter.
- 21 "(4) All claims, duly approved by the department, that have been incurred
- 22 in pursuance of law, shall be paid by warrants drawn in the manner provided
- 23 by law, payable out of the Motor Carrier Account or the Consumer Pro-
- 24 tection Household Moves Account.
- 25 "(5) Moneys in the Consumer Protection Household Moves Account shall
- 26 be used by the department exclusively for administration and enforcement
- of provisions of this chapter relating to persons that offer to provide or
- 28 provide transportation of household goods without a certificate.
- 29 **"SECTION 34.** ORS 825.104 is amended to read:
- 30 "825.104. An interstate for-hire carrier or private carrier required to ob-

- 1 tain a United States Department of Transportation registration number en-
- 2 gaged or to engage in interstate operations may not perform transportation
- 3 services on the public highways of this state without having first:
- "(1) Complied with federal registration and financial responsibility requirements; and
- 6 "(2) Obtained a certificate under ORS 825.100 or a temporary pass vander ORS 825.470.
- 8 "SECTION 35. ORS 825.141, as amended by section 61 of this 2025 Act, 9 is amended to read:
 - "825.141. In addition to any other requirements of this chapter, a carrier whose operating authority **or permit** has been suspended shall pay a reinstatement fee of \$25 to the Department of Transportation before the operating authority may be reinstated and shall demonstrate operational activity at the time of reinstatement.
 - **"SECTION 36.** ORS 825.450 is amended to read:
 - "825.450. (1) [Upon application by a carrier,] The Department of Transportation may [issue a weight identifier] utilize a motor carrier's registration card as the tax enrollment document for each eligible vehicle the carrier enrolls with the department[, which]. The tax enrollment document must state the combined weight of the vehicle or combination of vehicles. [The department shall record each weight identifier electronically.] This subsection does not apply to vehicles issued a temporary pass under ORS 825.470.
 - "(2) A person may not load any motor vehicle in excess of the combined weight stated on the [weight identifier issued] **tax enrollment document** for that motor vehicle under subsection (1) of this section.
 - "(3) [Weight identifiers issued] **Tax enrollments** under this section are valid [from the first day of any calendar quarter to the last day of the fourth consecutive calendar quarter. Each carrier may select the calendar quarter in which the period will begin except that, if necessary for administrative con-

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- venience, the department may require a carrier to adopt a starting date chosen by the department] based on the dates shown on the motor vehicle's registration card, as issued by the jurisdiction in which the vehicle is registered.
- "[(4) All vehicles operating under the carrier's authority shall have the same four-quarter period of weight identifier validity. The department may allow a carrier to operate with expired weight identifiers for up to one extra quarter if the renewal application has been submitted. The extension of time allowed by this subsection shall be granted only if the department determines that the extension is necessary for the administrative convenience of the department.]
- "[(5)] (4) The department may adopt rules necessary to administer the provisions of this section.
 - **"SECTION 37.** ORS 825.492 is amended to read:
 - "825.492. [(1) Whenever in the judgment of the Department of Transportation the estimated annual tax payable by a carrier will be less than \$100, and the vehicles operated by the carrier are of less than 30,000 pounds combined weight, the department may authorize the carrier to file reports annually in lieu of monthly reports required by ORS 825.490 and 825.515. Annual reports and accompanying remittances shall be filed on or before the due date of February 28 for the preceding calendar year.]
 - "[(2)] (1) At the request of a motor carrier, the Department of Transportation may authorize the carrier to file quarterly reports in lieu of monthly reports required by ORS 825.490 and 825.515. Quarterly reports and accompanying remittances due shall be filed on or before the due date as follows: First calendar quarter, May 31; second quarter, August 31; third quarter, November 30; fourth quarter, February 28.
- "[(3)] (2) Such authorizations may be withdrawn at any time upon the mailing of notice to the carrier at the last address of record of the carrier with the department. Any provisions of ORS 825.490 and 825.515 otherwise

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- applicable to reports and remittances shall be applicable to reports and re-1 mittances under this section. 2
- **"SECTION 38.** ORS 319.665 is amended to read: 3

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- "319.665. (1) The seller of fuel for use in a motor vehicle shall collect the 4 tax provided by ORS 319.530 at the time the fuel is sold, unless one of the 5 following situations applies: 6
- "(a) The Department of Transportation has issued for the vehicle into 7 which the seller delivers or places the fuel a [weight identifier] tax enrollment document under ORS 825.450 or a valid user's emblem under ORS 319.600.
- "(b) The fuel is dispensed at a nonretail facility, in which case the seller 11 shall collect any tax owed at the same time the seller collects the purchase 12 price from the person to whom the fuel was dispensed at the nonretail fa-13 cility. A seller is not required to collect the tax under this paragraph from 14 a person who certifies to the seller that the use of the fuel is exempt from 15 the tax imposed under ORS 319.530. 16
 - "(c) A cardlock card is used for purchase of the fuel at an attended portion of a retail facility equipped with a cardlock card reader, in which case the cardlock card issuer licensed in this state is responsible for collecting and remitting the tax unless the person making the purchase certifies to the seller that the use of the fuel is exempt from the tax imposed under ORS 319.530.
 - "(2) If a cardlock card is used for purchase of fuel at an attended portion of a retail facility equipped with a cardlock card reader, the seller at the retail facility may deduct fuel purchases made with a cardlock card from the seller's retail transactions if the seller provides the department with the following information:
- "(a) A monthly statement from a cardlock card issuer that details the 28 cardlock card purchases at the retail facility; and 29
- "(b) A listing of cardlock card issuers and gallons of fuel purchased at 30

the retail facility by the issuers' customers. 1

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"(3) The department shall supply each seller of fuel for use in a motor 2 vehicle with a chart which sets forth the tax imposed on given quantities 3 of fuel. 4

"SECTION 39. ORS 825.250 is amended to read:

- "825,250. (1) An authorized representative of the Department of Trans-6 portation may require a person driving a vehicle or combination of vehicles subject to regulation by the department on a street or highway to stop and 8 submit to an inspection of the driver, the cargo or the vehicle or combination of vehicles at any location where representatives of the department are conducting tests and inspections when signs are displayed requiring such stop.
 - "(2) An authorized representative of the department may require a person driving a vehicle or combination of vehicles subject to regulation by the department on a street or highway to stop and submit to an inspection of the fuel supply tank of the vehicle or combination of vehicles at any location where representatives of the department are conducting tests and inspections when signs are displayed requiring such stop.
 - "[(2)] (3) As used in this section, 'authorized representative' means a city, county or state employee who has been trained and certified by the department as a commercial vehicle inspector and who is employed either by the department or by an agency that has an agreement with the department to provide inspections of commercial vehicles, drivers, general cargo or hazardous materials.

"SECTION 40. ORS 825.990 is amended to read:

"825.990. (1) Except as otherwise provided in subsection (2) or (5) of this section, every person who violates or procures, aids or abets violation of this chapter and any person who refuses or fails to obey any order, decision or rule, made under or pursuant to this chapter commits a Class A traffic vio-

- 1 lation.
- "(2) Knowingly violating an out-of-service notice issued under authority of the Department of Transportation is a Class A misdemeanor.
- "(3) A person is subject to the penalties under subsection (4) of this section if the person knowingly:
- "(a) Transports any hazardous waste listed under ORS 466.005 or rules adopted thereunder to a facility that does not have appropriate authority to receive the waste under ORS 466.005 to 466.385 and 466.992.
- "(b) Disposes of any hazardous waste listed under ORS 466.005 or rules adopted thereunder without appropriate authority under ORS 466.005 to 466.385 and 466.992.
- "(c) Materially violates terms of any permit or authority issued to the person under this chapter or ORS 466.005 to 466.385 and 466.992 in the transporting or disposing of hazardous waste.
- "(d) Makes any false material statement or representation in any application, label, manifest, record, report, permit or other document filed, maintained or used for purposes of compliance with requirements under this chapter for the safe transportation of hazardous wastes.
- "(e) Fails to include material information required under rules of the Department of Transportation in any application for any permit or authority to transport hazardous waste under this chapter.
- "(f) Violates any rules adopted by the Department of Transportation concerning the transportation of hazardous wastes.
- 24 "(4) Subject to ORS 153.022, violation of subsection (3) of this section is 25 a Class B misdemeanor.
 - "(5) Violating ORS 825.250 (2) is a Class B misdemeanor.
- 27 **"SECTION 41.** ORS 818.400 is amended to read:
- 28 "818.400. (1) A person commits the offense of failure to comply with 29 commercial vehicle enforcement requirements if the person is driving a ve-30 hicle or combination of vehicles and the person does not comply with any

- of the following or if the person is the owner of a vehicle or combination
- 2 of vehicles and the person causes or permits the vehicle or combination not
- 3 to comply with any of the following:
- 4 "(a) A vehicle or combination of vehicles must stop and submit to any
- 5 enforcement of commercial vehicle weight, size, load, conformation or
- 6 equipment regulation when directed to do so by an 'OPEN' sign displayed
- 7 at a permanently established truck scale.
- 8 "(b) A vehicle or combination of vehicles must stop and submit to any
- 9 enforcement of commercial vehicle weight, size, load, dyed diesel use, con-
- 10 formation or equipment regulation when directed to do so by any sign or
- signal displayed or given by a police officer, motor carrier enforcement offi-
- 12 cer or weighmaster acting in accordance with authority granted under ORS
- 13 810.490.
- "(c) A vehicle or combination of vehicles must move into the right lane
- 15 for purposes of a weight or size check when instructed to do so by a sign
- indicating the presence of a weigh-in-motion scale.
- "(d) The directions of any police officer, motor carrier enforcement officer
- or weighmaster that are given in accordance with authority granted under
- 19 ORS 810.490 or 810.530 must be complied with.
- 20 "(2) The requirement of subsection (1)(a) of this section does not apply to:
- 21 "(a) An empty combination of a log truck and pole trailer if the pole
- 22 trailer is bunked on the log truck and there is no other load; or
- 23 "(b) A vehicle or combination of vehicles if:
- 24 "(A) The normal route of the vehicle or combination of vehicles requires
- 25 turning off the highway after passing the 'OPEN' sign but before reaching
- 26 the scale; and
- "(B) The vehicle or combination of vehicles is en route to a terminal or
- 28 other legitimate business.
- "(3) Operation of any vehicle or combination of vehicles in violation of
- 30 this section is prima facie evidence that the owner of such vehicle or com-

- bination caused or permitted it to be so operated and the owner shall be liable for any penalties imposed under this section.
- "(4) The offense described in this section, failure to comply with commercial vehicle enforcement requirements, is a Class B misdemeanor. The penalty provided under this subsection is in addition to any penalty provided
- 6 for violation of any prohibition relating to vehicle weight, size, load, con-
- 7 formation or equipment.
- 8 "SECTION 42. ORS 825.486 is repealed.
 - "SECTION 43. Sections 17 to 19, 23, 24 and 32 of this 2025 Act, the amendments to ORS 295.103, 319.010, 319.390, 319.520, 319.550, 319.665, 319.700, 810.530, 818.400, 823.012, 823.023, 823.027, 823.085, 825.005, 825.104, 825.141, 825.250, 825.326, 825.450, 825.492, 825.555 and 825.990 by sections 11 to 15, 20, 21, 25 to 30 and 33 to 41 of this 2025 Act and the repeal of ORS 825.486 by section 42 of this 2025 Act become operative on July 1, 2028.

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"HIGHWAY COST ALLOCATION STUDY

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- **"SECTION 44.** ORS 366.506 is amended to read:
- "366.506. (1) Once every two years, the Oregon Department of Administrative Services shall conduct a highway cost allocation study. The purpose of the study is to determine:
 - "(a) The proportionate share that the users of each class of vehicle should pay for the costs of maintenance, operation and improvement of the highways, roads and streets in the state; and
 - "(b) Whether the users of each class are paying that share.
 - "(2) Each study must include:
- "(a) An examination of the most recent study period for which actual data are available for the purpose of determining the accuracy of the most recently published study results; and

- "(b) An examination of the prospective study period based on projected data for the purpose described in subsection (1) of this section and that incorporates the results of the examination described in paragraph (a) of this subsection.
- "(3) The department may use any study design the department determines will best accomplish the purposes stated in subsection (1) of this section. In designing the study, the department may make decisions that include, but are not limited to, the methodology to be used for the study, what constitutes a class of vehicle for purposes of collection of data under subsections (1) to (5) of this section and the nature and scope of costs that will be included in the study.
 - "(4) The department may appoint a study review team to participate in the study required by subsection (1) of this section. The team may perform any functions assigned by the department, including, but not limited to, consulting on the design of the study.
 - "(5) A report on the results of the study shall be submitted to the legislative revenue committees and the Joint Committee on Transportation by January 31 of each odd-numbered year.
 - "(6) The Legislative Assembly shall use the report described in subsection (5) of this section to determine whether adjustments to revenue sources described in Article IX, section 3a (3), of the Oregon Constitution, are needed in order to carry out the purposes of Article IX, section 3a (3), of the Oregon Constitution. If such adjustments are needed, the Legislative Assembly shall enact whatever measures are necessary to make the adjustments.
 - "(7)(a) No later than September 30th of each odd-numbered year, notwithstanding the weight-mile tax rates described under ORS 825.476, the department shall, by rule, decrease the rates effective January 1 of the next even-numbered year in an amount to achieve equity between light and heavy vehicle classes, if:
 - "(A) The most current highway cost allocation report indicates that

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- 1 the equity ratio for the heavy vehicle class is greater than 1-5/100; and
- 2 "(B) The Legislative Assembly has not enacted whatever measures
- 3 are necessary to make the adjustments needed to carry out the pur-
- 4 poses of Article IX, section 3a (3), of the Oregon Constitution, within
- 5 120 days of the Joint Committee on Transportation receiving the re-
- 6 port under subsection (5) of this section.
- 7 "(b) No later than September 30th of each odd-numbered year,
- 8 notwithstanding the fuel tax rates computed under ORS 319.020 (3) and
- 9 319.530 (1), the department shall, by rule, decrease the rates effective
- 10 January 1 of the next even-numbered year in an amount to achieve
- 11 equity between light and heavy vehicle classes, if:
 - "(A) The highway cost allocation report indicates that the equity
 - ratio for the light vehicle class is greater than 1-5/100; and
 - "(B) The Legislative Assembly has not enacted whatever measures
- 15 are necessary to make the adjustments needed to carry out the pur-
- 16 poses of Article IX, section 3a (3), of the Oregon Constitution, within
- 17 120 days of the Joint Committee on Transportation receiving the re-
- 18 port under subsection (5) of this section.
 - "(8) The department shall repeal an administrative rule decreasing
- 20 tax rates adopted pursuant to subsection (7) of this section if the de
 - partment determines that, after the rule was adopted, the Legislative
- 22 Assembly adjusted revenue sources described in Article IX, section 3a
- 23 (3), of the Oregon Constitution, to carry out the purposes of Article
- 24 IX, section 3a (3), of the Oregon Constitution.

"MOTOR VEHICLE FUEL TAX INCREASES

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"SECTION 45. ORS 319.020 is amended to read:

"319.020. (1) [Subject to subsections (2) to (4) of this section, in addition to

30 the taxes otherwise provided for by law,] This section applies to every dealer

- engaging in the dealer's own name, or in the name of others, in the first sale,
- 2 use or distribution of motor vehicle fuel or aircraft fuel or withdrawal of
- 3 motor vehicle fuel or aircraft fuel for sale, use or distribution within areas
- 4 in this state within which the state lacks the power to tax the sale, use or
- 5 distribution of motor vehicle fuel or aircraft fuel.[, shall:]
- "[(a)] (2) Subject to subsections (4) to (6) of this section, in addition
 to the taxes otherwise provided for by law, not later than the 25th day
 of each calendar month, every dealer described in subsection (1) of this
- 9 section shall render a statement to the Department of Transportation of all
- motor vehicle fuel or aircraft fuel sold, used, distributed or so withdrawn by
- the dealer in the State of Oregon as well as all such fuel sold, used or dis-
- 12 tributed in this state by a purchaser [thereof] of the fuel upon which sale,
- 13 use or distribution the dealer has assumed liability for the applicable license
- 14 tax during the preceding calendar month. The dealer shall render the state-
- 15 ment to the department in the manner provided by the department by rule.
- "[(b)] (3) Subject to subsections (4) to (6) of this section, in addition
- 17 to the taxes otherwise provided for by law, and except as provided in
- 18 ORS 319.270, every dealer described in subsection (1) of this section
- 19 shall pay a license tax computed on the basis of [34] 45 cents per gallon on
- 20 the first sale, use or distribution of such motor vehicle fuel or aircraft fuel
- so sold, used, distributed or withdrawn as shown by such statement in the
- manner and within the time provided in ORS 319.010 to 319.430.
- "[(2)] (4) When aircraft fuel is sold, used or distributed by a dealer, the
- license tax shall be computed on the basis of 11 cents per gallon of fuel so
- 25 sold, used or distributed, except that when aircraft fuel usable in aircraft
- operated by turbine engines (turbo-prop or jet) is sold, used or distributed,
- 27 the tax rate shall be three cents per gallon.
- "[(3)] (5) In lieu of claiming refund of the tax paid on motor vehicle fuel
- 29 consumed by such dealer in nonhighway use as provided in ORS 319.280,
- 30 319.290 and 319.320, or of any prior erroneous payment of license tax made

- 1 to the state by such dealer, the dealer may show such motor vehicle fuel as
- 2 a credit or deduction on the monthly statement and payment of tax.
- "[(4)] (6) The license tax computed on the basis of the sale, use, distrib-
- 4 ution or withdrawal of motor vehicle or aircraft fuel may not be imposed
- 5 wherever such tax is prohibited by the Constitution or laws of the United
- 6 States with respect to such tax.
- "SECTION 46. The amendments to ORS 319.020 by section 45 of this
 2025 Act become operative on January 1, 2026.
- 9 **"SECTION 47.** ORS 319.530 is amended to read:
- "319.530. (1) To compensate this state partially for the use of its highways,
- an excise tax [hereby is imposed at the rate of 34 cents per gallon] is imposed
- on the use of fuel in a motor vehicle at the rate per gallon computed
- 13 under ORS 319.020 (3).
- "(2) Except as otherwise provided in subsections (3) to (6) of this section,
- 15 100 cubic feet of fuel used or sold in a gaseous state, measured at 14.73
- pounds per square inch of pressure at 60 degrees Fahrenheit, is taxable at
- 17 the same rate as a gallon of liquid fuel.
- 18 "(3) 123.57 cubic feet, or 5.66 pounds, of compressed natural gas used or
- sold in a gaseous state is taxable at the same rate as one gasoline gallon.
- 20 "(4) 1.353 gallons, or 5.75 pounds, of liquefied petroleum gas is taxable at
- 21 the same rate as one gasoline gallon.
- 22 "(5) 1.71 gallons, or 6.059 pounds, of liquefied natural gas is taxable at the
- 23 same rate as one diesel gallon.
- 24 "(6) One kilogram of hydrogen is taxable at the same rate as one gasoline
- 25 gallon.
- "SECTION 48. ORS 319.023, as amended by section 1, chapter 82, Oregon
- 27 Laws 2024, is amended to read:
- 28 "319.023. (1) The following amounts shall be distributed in the manner
- 29 prescribed in this section:
- 30 "(a) Any amount of tax on aircraft fuel usable in aircraft operated by

- turbine engines that is computed on a basis in excess of one cent per gallon
- 2 and any amount of tax on all other aircraft fuel that is computed on a basis
- 3 in excess of nine cents per gallon, under ORS 319.020 [(2)] (4); and
- 4 "(b) Any amount of tax on aircraft fuel usable in aircraft operated by
- 5 turbine engines in excess of one cent per gallon and any amount of tax on
- 6 all other aircraft fuel in excess of nine cents per gallon, that is deducted
- 7 before the refunding of tax under ORS 319.330 (1).
- 8 "(2)(a) Applications for distributions under subsection (5) of this section
- 9 may not be approved unless the applicant demonstrates a commitment to
- 10 contribute at least five percent of the costs of the project to which the ap-
- plication relates. The Oregon Department of Aviation shall adopt rules for
- 12 purposes of this paragraph.
- "(b) The department may adopt rules that:
- "(A) Set higher minimum contribution commitment requirements; or
- 15 "(B) Establish maximum grant amounts.
- 16 "(3)(a) The State Aviation Board shall establish a review committee
- 17 composed of one member from each of the area commissions on transporta-
- tion chartered by the Oregon Transportation Commission.
- "(b) The review committee shall meet as necessary to review applications
- 20 for distributions of amounts pursuant to this section. In reviewing applica-
- 21 tions, the review committee shall consider:
- 22 "(A) Whether a proposed project:
- 23 "(i) Reduces transportation costs for Oregon businesses or improves ac-
- cess to jobs and sources of labor in this state;
- 25 "(ii) Results in an economic benefit to this state;
- "(iii) Connects elements of Oregon's aviation system in a way that will
- 27 measurably improve utilization and efficiency of the system;
- 28 "(iv) Is ready for construction or implementation; and
- 29 "(v) Has a useful life expectancy that offers maximum benefit to this
- 30 state; and

- "(B) How much of the cost of the proposed project can be borne by the applicant from sources other than Oregon Department of Aviation funds or the Connect Oregon Fund.
- 4 "(c) The review committee shall recommend applications to the State 5 Aviation Board for approval.
- "(4)(a) Five percent of the amounts described in subsection (1) of this section are appropriated to the Oregon Department of Aviation for the costs of the department and the State Aviation Board in administering this section.
- "(b) The remaining 95 percent of the amounts described in subsection (1) of this section shall be distributed pursuant to subsections (5) and (6) of this section.
- 13 "(5)(a) Seventy-five percent of the amounts described in subsection (4)(b) 14 of this section shall be distributed for the following purposes:
- 15 "(A) To assist airports in Oregon with match requirements for Federal 16 Aviation Administration grants.
- "(B) To make grants for emergency preparedness and infrastructure projects, in accordance with the Oregon Resilience Plan or the Oregon Aviation Plan.
- 20 "(C) To make grants for:
- "(i) Services critical or essential to aviation, including, but not limited to, fuel, sewer, water and weather equipment;
- 23 "(ii) Aviation-related business development, including, but not limited to, 24 hangars, parking for business aircraft and related facilities; or
- 25 "(iii) Airport development for local economic benefit, including, but not 26 limited to, signs and marketing.
- 27 "(D)(i) To assist commercial air service to rural Oregon.
- 28 "(ii) The Oregon Department of Aviation may adopt a definition of 'rural Oregon' for purposes of this subparagraph.
- 30 "(b) The State Aviation Board may establish by rule priorities for the

- 1 distributions made pursuant to this subsection.
- 2 "(6) Twenty-five percent of the amounts described in subsection (4)(b) of 3 this section shall be distributed to state-owned airports for the purposes of:
- "(a) Safety improvements recommended by the State Aviation Board and local community airports.
- 6 "(b) Infrastructure projects at public use airports.
- "(7)(a) Not later than September 15 of each year, the State Aviation Board shall submit the reports described in paragraph (b) of this subsection, in the manner provided in ORS 192.245, to the interim committees, as applicable, of the Legislative Assembly related to air transportation.
 - "(b) The reports required under this subsection shall describe in detail the projects for which applications have been submitted and approved, the airports affected, the names of the applicants and the persons who will perform the work proposed in the applications, the progress of projects for which applications have been approved and any other information the board considers necessary for a comprehensive analysis of the implementation of this section.

"SECTION 49. ORS 319.245 is amended to read:

19 "319.245. (1) As used in this section:

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- 20 "(a) 'Indian tribe' means a federally recognized Indian tribe in Oregon.
 - "(b) 'Tribal entity' means an entity wholly owned by an Indian tribe.
- "(c) 'Tribal member entity' means an entity wholly owned and operated by an enrolled member of an Indian tribe.
 - "(2) The first sale, use or distribution of motor vehicle fuel in this state is exempt from the license tax imposed under ORS 319.020 [(1)(b)] (3) if:
 - "(a) The motor vehicle fuel is purchased by an Indian tribe, tribal entity or tribal member entity directly or from a dealer that purchased the motor vehicle fuel in a transaction that would otherwise be subject to the tax; and
- 29 "(b) The motor vehicle fuel is delivered to a service station that is owned 30 by an Indian tribe, tribal entity or tribal member entity and operated on the

- 1 respective Indian tribe's reservation or trust land.
- "(3) In order to be eligible for the exemption under subsection (2) of this section, the Indian tribe must:
- "(a) Impose a tax on the distribution of the motor vehicle fuel at the same rate as the license tax imposed under ORS 319.020 [(1)(b)] (3);
- 6 "(b) Expend the revenue from the tax imposed pursuant to paragraph (a) 7 of this subsection solely for uses that are consistent with the requirements 8 of Article IX, section 3a, of the Oregon Constitution; and
- 9 "(c) Certify annually to the Department of Transportation that the Indian 10 tribe is in compliance with this subsection.
- "(4) A dealer described in subsection (2)(a) of this section shall report to the department such sales of motor vehicle fuel to Indian tribes, tribal entities and tribal member entities.
 - "(5) The department shall adopt rules prescribing the processes, forms and information that the forms must include for the certification required under subsection (3)(c) of this section and the reports required under subsection (4) of this section.

"SECTION 50. ORS 319.410 is amended to read:

- "319.410. (1) The Department of Transportation shall promptly turn over the license tax to the State Treasurer to be disposed of as provided in ORS 802.110.
 - "(2) The revenue from the license tax collected from the use, sale or distribution of aircraft fuel as imposed by ORS 319.020 [(2)] (4) shall be transferred upon certification of the department to the State Treasurer, who shall credit the certified amount to the State Aviation Account for the purpose of carrying out the provisions of the state aviation laws.
 - "SECTION 51. The amendments to ORS 319.023, 319.245, 319.410 and 319.530 by sections 47 to 50 of this 2025 Act become operative on January 1, 2026.

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- "SECTION 52. ORS 320.550 is amended to read:
- 4 "320.550. (1) As used in this section:
- 5 "(a) 'Employer' has the meaning given that term in ORS 316.162.
- 6 "(b) 'Resident of this state' has the meaning given that term in ORS 7 316.027.
- 8 "(c) 'Wages' has the meaning given that term in ORS 316.162.
- 9 "(2) A tax is imposed at the rate of [one-tenth of one] **0.18** percent [of] **on**10 the wages of an employee who is:
 - "(a) A resident of this state, regardless of where services are performed.
 - "(b) Not a resident of this state, for services performed in this state.
 - "(3) Every employer at the time of the payment of wages shall deduct and withhold from the total amount of the wages paid for services described under subsection (2) of this section an amount equal to the total amount of wages multiplied by the rate of tax imposed under subsection (2) of this section.
 - "(4) An employer shall report and pay the tax imposed under this section to the Department of Revenue at the time and in the manner determined by the department by rule.
 - "(5) For purposes of the tax imposed under this section, an employer is considered a taxpayer.
 - "(6) If a lender, surety or other person who supplies funds to or for the account of an employer for the purpose of paying wages of the employees of such employer has actual notice or knowledge that such employer does not intend to or will not be able to make timely payment or deposit of the tax required to be deducted and withheld, such lender, surety or other person shall be liable to the State of Oregon in a sum equal to the taxes, together with interest, that are not timely paid over to the Department of Revenue. Such liability shall be limited to the principal amount supplied by the lender,

- surety or other person, and any amounts so paid to the department shall be credited against the liability of the employer.
- 3 "(7)(a) An employer shall submit an annual return pursuant to ORS 4 316.202 to the Department of Revenue. The amounts deducted from the wages
- 5 during any calendar year in accordance with this section shall be considered
- 6 to be in payment of the tax imposed under subsection (2) of this section.
- "(b) The return submitted by the employer shall be accepted by the Department of Revenue as evidence in favor of the employee of the amounts so deducted from the employee's wages.
- "(8) Nothing in this section prohibits the Department of Revenue from including the tax imposed under this section in the combined quarterly tax report required under ORS 316.168.
- 13 "(9) An employer that fails to deduct and withhold the tax required under 14 this section:
- "(a) Is deemed responsible for the payment of the tax obligation in an amount equal to the amount required to be withheld from the employee's wages and remitted to the Department of Revenue; and
- "(b) Is subject to a penalty of \$250 per employee, up to a maximum penalty of \$25,000, if the employer knowingly fails to deduct and withhold the tax.
 - "(10) Residents subject to the tax imposed under this section on wages earned outside this state from an employer not doing business within this state shall report and pay the tax in an amount not to exceed [one-tenth of one] **0.18** percent of the wages earned outside this state, and at the time and in the manner, as determined by the Department of Revenue by rule.
 - "SECTION 53. The amendments to ORS 320.550 by section 52 of this 2025 Act become operative on January 1, 2026.
- 28 "SECTION 54. (1) No later than September 15, 2026, the Department 29 of Transportation shall conduct a study that reviews:
 - "(a) The method of funding distribution from the Statewide Trans-

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- 1 portation Improvement Fund to qualified entities;
 - "(b) How to improve interagency partnerships and service to address transit gaps and unmet needs in the Metro region; and
 - "(c) Revenue sources for transit.
- "(2) The goal of the review described in subsection (1)(a) of this 5 section is to determine the Department of Transportation's ability to 6 effectively and equitably distribute moneys in the Statewide Trans-7 portation Improvement Fund to address current and reasonably ex-8 pected transit service levels around this state. As part of the review, 9 the Oregon Department of Administrative Services shall evaluate 10 whether there are sufficient moneys to cover the administrative costs 11 incurred by the Department of Transportation and the Department of 12 Revenue related to the implementation of the tax imposed under ORS 13 184.752 to 184.766 and 320.550. 14
 - "(3) The goal of the review described in subsection (1)(b) of this section is to include input by cities, counties and transit providers in Clackamas, Multnomah and Washington Counties to determine interagency partnership improvements and identify existing gaps and unmet needs in transit service.
 - "(4) The goal of the review described in subsection (1)(c) of this section is to examine other sources of revenue for mass transit and transit that do not include taxes on wages.
 - "(5) The Department of Transportation shall submit a report in the manner provided by ORS 192.245, and may include recommendations for legislation, to the Joint Committee on Transportation no later than September 15, 2026.
- "SECTION 55. Section 54 of this 2025 Act is repealed on January 2, 2027.

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"VEHICLE FEES AND TAXES

- "SECTION 56. ORS 803.420 is amended to read:
- 2 "803.420. (1) The vehicle registration fees imposed under this section shall
- 3 be based on the classifications determined by the Department of Transpor-
- 4 tation by rule. The department may classify a vehicle to ensure that regis-
- 5 tration fees for the vehicle are the same as for other vehicles the department
- 6 determines to be comparable.
- 7 "(2) Except as otherwise provided in this section, or unless the vehicle is
- 8 registered quarterly, the fees described in this section are for an entire reg-
- 9 istration period for the vehicle as described under ORS 803.415. For a vehicle
- registered for a quarterly registration period under ORS 803.415, the depart-
- ment shall apportion any fee under this section to reflect the number of
- 12 quarters registered.
- 13 "(3) Vehicle registration fees are due when a vehicle is registered and
- when the registered owner renews the registration.
- "(4) In addition to the registration fees listed in this section, a county
- or a district may impose an additional registration fee as provided under
- 17 ORS 801.041 and 801.042.
- "(5) A rental or leasing company, as defined in ORS 221.275, that elects
- to initially register a vehicle for an annual or biennial registration period
- shall pay a fee of \$2 in addition to the vehicle registration fee provided under
- 21 this section.
- 22 "(6) The registration fees for each year of the registration period for ve-
- 23 hicles subject to biennial registration are as follows:
- 24 "(a) Passenger vehicles not otherwise provided for in this section or ORS
- 25 821.320, [*\$43*] **\$113**.
- 26 "(b) Utility trailers or light trailers, as those terms are defined by rule
- 27 by the department, [\$63] **\$129**.
- 28 "(c) Mopeds and motorcycles, [\$44] \$110.
- 29 "(d) Low-speed vehicles, [\$63] **\$129**.
- "(e) Medium-speed electric vehicles, [\$63] \$129.

- "(7) The registration fees for vehicles that are subject to biennial registration and that are listed in this subsection are as follows:
- 3 "(a) State-owned vehicles registered under ORS 805.045 and undercover 4 vehicles registered under ORS 805.060, \$10 upon registration or renewal.
- 5 "(b) Fixed load vehicles:
- 6 "(A) If a declaration of weight described under ORS 803.435 is submitted 7 establishing the weight of the vehicle at 3,000 pounds or less, \$61.
- 8 "(B) If no declaration of weight is submitted or if the weight of the ve-9 hicles is in excess of 3,000 pounds, \$82.
- "(c) Travel trailers, special use trailers, campers and motor homes, based on length as determined under ORS 803.425:
- "(A) Trailers or campers that are 6 to 10 feet in length, \$81.
- 13 "(B) Trailers or campers over 10 feet in length, \$81 plus \$7 a foot for each 14 foot of length over the first 10 feet.
- "(C) Motor homes that are 6 to 14 feet in length, \$86.
- 16 "(D) Motor homes over 14 feet in length, \$126 plus \$8 a foot for each foot 17 of length over the first 10 feet.
- "(8) The registration fee for trailers for hire that are equipped with pneumatic tires made of an elastic material and that are not travel trailers or trailers registered under permanent registration is \$30.
- "(9) The registration fees for vehicles subject to ownership registration are as follows:
- "(a) Government-owned vehicles registered under ORS 805.040, \$5.
- 24 "(b) Vehicles registered with special registration for disabled veterans 25 under ORS 805.100 or for former prisoners of war under ORS 805.110, \$15.
- "(c) School vehicles registered under ORS 805.050, \$5.
- 27 "(10) The registration fees for vehicles subject to permanent registration 28 are as follows:
- "(a) Antique vehicles registered under ORS 805.010, \$100.
- 30 "(b) Vehicles of special interest registered under ORS 805.020, \$100.

- "(c) Racing activity vehicles registered under ORS 805.035, \$100.
- 2 "(d) Trailers, \$10.

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- "(e) State-owned vehicles registered under ORS 805.045 and undercover vehicles registered under ORS 805.060, \$10.
- "(11) The registration fee for trailers registered as part of a fleet under an agreement reached pursuant to ORS 802.500 is the same fee as the fee for vehicles of the same type registered under other provisions of the Oregon Vehicle Code.
- "(12) The registration fee for vehicles with proportional registration under ORS 826.009, or proportional fleet registration under ORS 826.011, is the same fee as the fee for vehicles of the same type under this section except that the fees shall be fixed on an apportioned basis as provided under the agreement established under ORS 826.007.
- "(13) In addition to any other registration fees charged for registration of vehicles in fleets under ORS 805.120, the department may charge the following fees:
- "(a) Service charge for each vehicle entered into a fleet, \$3.
- 18 "(b) Service charge for each vehicle in the fleet at the time of renewal, 19 \$2.
 - "(14)(a) The registration fee for motor vehicles required to establish a registration weight under ORS 803.430 or 826.013, tow vehicles used to transport property for hire other than as described in ORS 822.210 and commercial buses is as provided in the following chart, based upon the weight submitted in the declaration of weight prepared under ORS 803.435 or 826.015:

26	"				
27		Weight in Pounds			Fee
28		8,000	or	less	\$ 74
29		8,001	to	10,000	464
30]	10,001	to	12,000	528

1	12,001	to	14,000	591
2	14,001	to	16,000	655
3	16,001	to	18,000	718
4	18,001	to	20,000	801
5	20,001	to	22,000	864
6	22,001	to	24,000	949
7	24,001	to	26,000	1,031
8	26,001	to	28,000	375
9	28,001	to	30,000	391
10	30,001	to	32,000	422
11	32,001	to	34,000	438
12	34,001	to	36,000	468
13	36,001	to	38,000	485
14	38,001	to	40,000	515
15	40,001	to	42,000	532
16	42,001	to	44,000	562
17	44,001	to	46,000	578
18	46,001	to	48,000	593
19	48,001	to	50,000	625
20	50,001	to	52,000	656
21	52,001	to	54,000	672
22	54,001	to	56,000	686
23	56,001	to	58,000	717
24	58,001	to	60,000	750
25	60,001	to	62,000	780
26	62,001	to	64,000	811
27	64,001	to	66,000	827
28	66,001	to	68,000	857
29	68,001	to	70,000	874
30	70,001	to	72,000	904

1	72,001	to	74,000	921	
2	74,001	to	76,000	951	
3	76,001	to	78,000	967	
4	78,001	to	80,000	998	
5	80,001	to	82,000	1,014	
6	82,001	to	84,000	1,045	
7	84,001	to	86,000	1,061	
8	86,001	to	88,000	1,092	
9	88,001	to	90,000	1,108	
10	90,001	to	92,000	1,139	
11	92,001	to	94,000	1,155	
12	94,001	to	96,000	1,185	
13	96,001	to	98,000	1,202	
14	98,001	to	100,000	1,218	
15	100,001	to	102,000	1,249	
16	102,001	to	104,000	1,265	
17	104,001	to	105,500	1,295	
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"(b)(A) The registration fee for motor vehicles with a registration weight of more than 8,000 pounds that are described in ORS 825.015, that are operated by a charitable organization as defined in ORS 825.017 (13), is as provided in the following chart:

23	"				
24		Weigh	Fee		
25		8,001	to	10,000	\$ 71
26		10,001	to	12,000	85
27		12,001	to	14,000	92
28		14,001	to	16,000	107
29		16,001	to	18,000	114
30		18,001	to	20,000	128

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1	20,001	to	22,000	135
2	22,001	to	24,000	149
3	24,001	to	26,000	156
4	26,001	to	28,000	170
5	28,001	to	30,000	178
6	30,001	to	32,000	192
7	32,001	to	34,000	199
8	34,001	to	36,000	213
9	36,001	to	38,000	220
10	38,001	to	40,000	234
11	40,001	to	42,000	241
12	42,001	to	44,000	256
13	44,001	to	46,000	263
14	46,001	to	48,000	270
15	48,001	to	50,000	284
16	50,001	to	52,000	298
17	52,001	to	54,000	305
18	54,001	to	56,000	312
19	56,001	to	58,000	327
20	58,001	to	60,000	341
21	60,001	to	62,000	355
22	62,001	to	64,000	369
23	64,001	to	66,000	376
24	66,001	to	68,000	391
25	68,001	to	70,000	398
26	70,001	to	72,000	412
27	72,001	to	74,000	419
28	74,001	to	76,000	433
29	76,001	to	78,000	440
30	78,001	to	80,000	454

1	80,001	to	82,000	462
2	82,001	to	84,000	476
3	84,001	to	86,000	483
4	86,001	to	88,000	497
5	88,001	to	90,000	504
6	90,001	to	92,000	518
7	92,001	to	94,000	525
8	94,001	to	96,000	540
9	96,001	to	98,000	547
10	98,001	to	100,000	554
11	100,001	to	102,000	568
12	102,001	to	104,000	575
13	104,001	to	105,500	589
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"(B) The registration fee for motor vehicles that are certified under ORS 822.205, unless the motor vehicles are registered under paragraph (a) of this subsection, or that are used exclusively to transport manufactured structures, is as provided in the following chart:

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20	Weight in Pounds			Pounds	Fee
21	8,	000	or	less	\$ 63
22	8,	001	to	10,000	145
23	10,	001	to	12,000	173
24	12,	001	to	14,000	187
25	14,	001	to	16,000	217
26	16,	001	to	18,000	231
27	18,	001	to	20,000	260
28	20,	001	to	22,000	274
29	22,	001	to	24,000	304
30	24,	001	to	26,000	318

1	26,001	to	28,000	346
2	28,001	to	30,000	362
3	30,001	to	32,000	391
4	32,001	to	34,000	405
5	34,001	to	36,000	435
6	36,001	to	38,000	449
7	38,001	to	40,000	477
8	40,001	to	42,000	491
9	42,001	to	44,000	521
10	44,001	to	46,000	535
11	46,001	to	48,000	550
12	48,001	to	50,000	578
13	50,001	to	52,000	608
14	52,001	to	54,000	622
15	54,001	to	56,000	636
16	56,001	to	58,000	665
17	58,001	to	60,000	694
18	60,001	to	62,000	723
19	62,001	to	64,000	753
20	64,001	to	66,000	767
21	66,001	to	68,000	795
22	68,001	to	70,000	809
23	70,001	to	72,000	839
24	72,001	to	74,000	853
25	74,001	to	76,000	882
26	76,001	to	78,000	896
27	78,001	to	80,000	926
28	80,001	to	82,000	940
29	82,001	to	84,000	968
30	84,001	to	86,000	983

1	86,001	to	88,000	1,012
2	88,001	to	90,000	1,027
3	90,001	to	92,000	1,055
4	92,001	to	94,000	1,071
5	94,001	to	96,000	1,099
6	96,001	to	98,000	1,113
7	98,001	to	100,000	1,127
8	100,001	to	102,000	1,157
9	102,001	to	104,000	1,172
10	104,001	to	105,500	1,200
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"(C) The owner of a vehicle described in subparagraph (A) or (B) of this paragraph must certify at the time of initial registration, in a manner determined by the department by rule, that the motor vehicle will be used exclusively to transport manufactured structures or exclusively as described in ORS 822.210, unless the motor vehicle is registered under paragraph (a) of this subsection, or as described in ORS 825.015 or 825.017 (13). Registration of a vehicle described in subparagraph (A) or (B) of this paragraph is invalid if the vehicle is operated in any manner other than that described in the certification under this subparagraph.

"(c) Subject to paragraph (d) of this subsection, the registration fee for motor vehicles registered as farm vehicles under ORS 805.300 is as provided in the following chart, based upon the registration weight given in the declaration of weight submitted under ORS 803.435:

25	"					
26	Weight in Pounds			Pounds	Fee	
27		8,000	or	less	\$	50
28		8,001	to	10,000		65
29		10,001	to	12,000		75
30		12,001	to	14,000		97

1	14,001	to	16,000	108
2	16,001	to	18,000	129
3	18,001	to	20,000	141
4	20,001	to	22,000	162
5	22,001	to	24,000	172
6	24,001	to	26,000	195
7	26,001	to	28,000	204
8	28,001	to	30,000	226
9	30,001	to	32,000	237
10	32,001	to	34,000	258
11	34,001	to	36,000	270
12	36,001	to	38,000	291
13	38,001	to	40,000	302
14	40,001	to	42,000	324
15	42,001	to	44,000	334
16	44,001	to	46,000	356
17	46,001	to	48,000	366
18	48,001	to	50,000	388
19	50,001	to	52,000	399
20	52,001	to	54,000	409
21	54,001	to	56,000	432
22	56,001	to	58,000	453
23	58,001	to	60,000	463
24	60,001	to	62,000	474
25	62,001	to	64,000	496
26	64,001	to	66,000	517
27	66,001	to	68,000	528
28	68,001	to	70,000	540
29	70,001	to	72,000	561
30	72,001	to	74,000	571

1	74,001	to	76,000	594
2	76,001	to	78,000	604
3	78,001	to	80,000	625
4	80,001	to	82,000	636
5	82,001	to	84,000	657
6	84,001	to	86,000	669
7	86,001	to	88,000	690
8	88,001	to	90,000	700
9	90,001	to	92,000	723
10	92,001	to	94,000	733
11	94,001	to	96,000	754
12	96,001	to	98,000	765
13	98,001	to	100,000	787
14	100,001	to	102,000	798
15	102,001	to	104,000	819
16	104,001	to	105,500	831
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- "(d) For any vehicle that is registered under a quarterly registration period, the registration fee is a minimum of \$15 for each quarter registered plus an additional fee of \$2.
- "(15) The registration and renewal fees for vehicles specified in this subsection that are required to establish a registration weight under ORS 803.430 or 826.013 are as follows:
- "(a) State-owned vehicles registered under ORS 805.045, \$10.
- "(b) Undercover vehicles registered under ORS 805.060, \$10.
 - "SECTION 57. 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

- 1 under ORS 803.220 is as follows:
- 2 "(a) \$182; or
- "(a) (b) For a salvage title, [\$27] \$44.
- 4 "[(b) For a vehicle title for trailers eligible for permanent registration under
- 5 ORS 803.415 (1) and motor vehicles with a gross vehicle weight rating over
- 6 26,000 pounds, excluding motor homes, \$90.]
- 7 "[(c) For a vehicle title for vehicles other than those vehicles described in
- 8 paragraph (b) of this subsection, \$77.]
- 9 "(2) If an application for a duplicate or replacement certificate of title is
- 10 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
- 16 certificate shall be the amounts established by the Department of Transpor-
- tation by rule under ORS 803.012.
- 18 **"SECTION 58.** ORS 803.645 is amended to read:
- 19 "803.645. Fees for trip permits issued under ORS 803.600 are as follows:
- 20 "(1) For a heavy motor vehicle trip permit, \$43.
- 21 "(2) For a heavy trailer trip permit, \$10.
- "(3) For a light vehicle trip permit, \$35.
- "(4) For a recreational vehicle trip permit, [\$35] \$50.
- 24 "(5) For a registration weight trip permit, \$5.
- 25 "(6) For a registered vehicle trip permit, \$7.50.
- 26 "(7) For a 10-day trip permit issued under ORS 803.600 (2) by a person
- 27 with a vehicle dealer certificate or a towing business certificate, \$15.
- 28 **"SECTION 59.** ORS 818.225 is amended to read:
- "818.225. (1) As used in this section, 'equivalent single-axle load' means
- 30 the relationship between actual or requested weight and an 18,000 pound

- single-axle load as determined by the American Association of State Highway
- 2 and Transportation Officials Road Tests reported at the Proceedings Con-
- 3 ference of 1962.
- 4 "(2)(a) In addition to any fee for a single-trip nondivisible load permit, a
- 5 person who is issued the permit or who operates a vehicle in a manner that
- 6 requires the permit is liable for payment of a road use assessment fee of [ten
- 7 and nine-tenths] **16.7** cents per equivalent single-axle load mile traveled.
- 8 "(b) If the road use assessment fee is not collected at the time of issuance
- 9 of the permit, the department shall bill the permittee for the amount due.
- 10 The account shall be considered delinquent if not paid within 60 days of
- 11 billing.

- "(c) The miles of travel authorized by a single-trip nondivisible load per-
- mit shall be exempt from taxation under ORS chapter 825.
- "(3) The department may adopt rules:
- 15 "(a) To standardize the determination of equivalent single-axle load com-
- 16 putation based on average highway conditions; and
- "(b) To establish procedures for payment, collection and enforcement of
- the fees and assessments established by this chapter.
 - **"SECTION 60.** ORS 825.480 is amended to read:
- "825.480. [(1)(a) In lieu of other fees provided in ORS 825.474, carriers en-
- 21 gaged in operating motor vehicles in the transportation of logs, poles, peeler
- 22 cores or piling may pay annual fees for such operation computed at the rate
- of \$11.60 for each 100 pounds of declared combined weight.
- "(1)(a) In lieu of other fees provided in ORS 825.474, carriers engaged
- 25 in operating motor vehicles in the transportation of logs, poles, peeler
- 26 cores or piling may pay annual fees for such operation computed at
- 27 the following rate for each 100 pounds of declared combined weight:
- 28 "(A) For electric motor vehicles, \$16.07.
- (B) For vehicles other than electric motor vehicles, \$10.28.
- 30 "(b) Any carrier electing to pay fees under this method may, as to vehicles

- otherwise exempt from taxation, elect to be taxed on the mileage basis for movements of such empty vehicles over public highways whenever operations are for the purpose of repair, maintenance, servicing or moving from one exempt highway operation to another.
- "(2) The annual fees provided in subsections (1)[, (4) and (5)] and (3) of 5 this section may be paid on a monthly basis. Any carrier electing to pay fees 6 under this method may not change an election during the same calendar year 7 in which the election is made, but may be relieved from the payment due for 8 any month during which a motor vehicle is not operated. A carrier electing 9 to pay fees under this method shall report and pay these fees on or before 10 the 10th of each month for the preceding month's operations. A monthly re-11 port shall be made on all vehicles on the annual fee basis including any ve-12 hicle not operated for the month. 13
 - "[(3)(a) In lieu of the fees provided in ORS 825.470 to 825.474, motor vehicles described in ORS 825.024 with a combined weight of less than 46,000 pounds that are being operated under a permit issued under ORS 825.102 may pay annual fees for such operation computed at the rate of \$9.60 for each 100 pounds of declared combined weight.]
 - "[(b) The annual fees provided in this subsection shall be paid in advance but may be paid on a monthly basis on or before the first day of the month. A carrier may be relieved from the fees due for any month during which the motor vehicle is not operated for hire if a statement to that effect is filed with the Department of Transportation on or before the fifth day of the first month for which relief is sought.]
- "[(4)(a)] (3) In lieu of other fees provided in ORS 825.474, carriers engaged in the operation of motor vehicles equipped with dump bodies and used in the transportation of sand, gravel, rock, dirt, debris, cinders, asphaltic concrete mix, metallic ores and concentrates or raw nonmetallic products, whether crushed or otherwise, moving from mines, pits or quarries may pay annual fees for such operation computed at the **following** rate [of \$11.50] for

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- each 100 pounds of declared combined weight[.]:
 - "(a) For electric motor vehicles, \$25.98.
 - "(b) For vehicles other than electric motor vehicles, \$16.63.
- "[(b) Any carrier electing to pay fees under this method may, as to vehicles
- 5 otherwise exempt for taxation, elect to be taxed on the mileage basis for
- 6 movements of such empty vehicles over public highways whenever operations
- 7 are for the purpose of repair, maintenance, servicing or moving from one ex-
- 8 empt highway operation to another.]

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- 9 "[(5)(a) In lieu of other fees provided in ORS 825.474, carriers engaged in
- 10 operating motor vehicles in the transportation of wood chips, sawdust,
- barkdust, hog fuel or shavings may pay annual fees for such operation com-
- puted at the rate of \$47 for each 100 pounds of declared combined weight.]
- "[(b) Any carrier electing to pay under this method may, as to vehicles
- 14 otherwise exempt from taxation, elect to be taxed on the mileage basis for
- movement of such empty vehicles over public highways whenever operations are
- 16 for the purpose of repair, maintenance, service or moving from one exempt
- 17 highway operation to another.]
 - **"SECTION 61.** ORS 825.141 is amended to read:
- 19 "825.141. In addition to any other requirements of this chapter, a carrier
- 20 whose operating authority has been suspended shall pay a reinstatement fee
- of \$25 to the Department of Transportation before the operating authority
- 22 may be reinstated[, plus \$5 for each vehicle issued a weight identifier under
- 23 ORS 825.450,] and shall demonstrate operational activity at the time of
- 24 reinstatement.
 - **"SECTION 62.** ORS 803.065 is amended to read:
- 26 "803.065. (1) The Department of Transportation may issue a duplicate or
- 27 replacement certificate of title when all of the following occur:
- 28 "(a) The department is satisfied as to the loss, mutilation or destruction
- of a certificate of title or salvage title certificate.
- "(b) The fee for issuance of a [duplicate or replacement] certificate of title

- or for a salvage title certificate established under ORS 803.090 is paid.
- 2 "(2) The department may accept an application for a duplicate or re-
- 3 placement title certificate at the time of any transfer of a vehicle under ORS
- 4 803.092. The following apply to this subsection:
- 5 "(a) The department shall only accept the application if, at the time of 6 transfer, the title certificate is lost, mutilated or destroyed.
- "(b) When the department accepts an application, the department may accept proof of transfer other than the certificate of title or may accept a certificate of title that has not been completed along with other proof of transfer for purposes of transferring a vehicle under ORS 803.092. The department may accept any proof of transfer under this paragraph that establishes to the satisfaction of the department that the vehicle has been transferred including, but not limited to, statements of release of interest,
 - "(c) If an application is made under this subsection, the fee for duplicate or replacement title certificate under ORS 803.090 shall be paid in addition to the transfer fee under ORS 803.090.

bills of sale, assignments of interest or other similar proof.

- "(d) The department may include the form for application under this subsection as part of the form for transfer of a vehicle or may make the forms separate, as the department finds convenient.
- "(e) The department is not required by this subsection to issue a duplicate or replacement title before transfer, but may withhold issuance of title until new title is issued upon completion of transfer.
- "(f) The department may adopt rules to establish procedures and requirements for effecting a transfer under ORS 803.092 when application is made under this subsection at the same time.

"SECTION 63. ORS 803.092 is amended to read:

"803.092. (1) Except as otherwise provided in this section, upon the transfer of any interest in a vehicle covered by an Oregon title the transferee shall submit an application for title to the Department of Transportation.

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- Such application shall be submitted to the department within 30 days of the date of transfer of interest.
- 3 "(2) Notwithstanding subsection (1) of this section, application is not required under this section when:
- "(a) The change involves only a change in the security interest where the security interest holder or lessor is a financial institution, a financial holding company or a bank holding company, as those terms are defined in ORS 706.008, a licensee under ORS chapter 725, or any subsidiary or affiliate of any of the foregoing and the transfer of the interest of the security interest holder or lessor:
- "(A) Results from the merger, conversion, reorganization, consolidation or acquisition of the security interest holder or lessor;
 - "(B) Is to an entity that is a member of the same affiliated group as the security holder or lessor; or
- "(C) Is made in connection with a transfer in bulk.

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- "(b) The vehicle is transferred to a vehicle dealer and the vehicle will become part of the dealer's inventory for resale. Upon the transfer of a vehicle to a dealer, however, the dealer shall immediately notify the department of such transfer. This exemption from the requirement to apply for title does not apply if the department determines that application for title is necessary in order to comply with odometer disclosure requirements. If the department determines that application for title is not required, it may require filing of documents under ORS 803.126.
- 24 "(c) The vehicle is to be titled in another jurisdiction.
- "(d) The vehicle has been totaled, wrecked, dismantled, disassembled, substantially altered or destroyed, in which case the provisions of ORS 819.010, 819.012, 819.014 or 822.135 relating to notice and surrender of title documents shall be complied with.
- "(e) The transfer involves the creation or termination of a leasehold interest in a vehicle that is proportionally registered under ORS 826.009 or

- 826.011, if the department is furnished with satisfactory proof of the lease.
- "(3) Except as provided in subsection (2) of this section, the transferee shall:
- "(a) Submit an application that meets requirements for title under ORS 803.045 and 803.050 and any applicable rules of the department.
- 6 "(b) Submit the title transfer [fees] **fee** as required under ORS 803.090.
- "(c) Comply with the provisions of ORS 803.065 and any applicable rules of the department under that statute and submit the duplicate or replacement title fee as provided under ORS 803.090, if the transfer includes an application for duplicate or replacement title and transfer of title.
- "(d) Submit an odometer disclosure containing information required by the department for the kind of transaction involved.
- 13 "(e) Submit any late presentation of certificate of title fee as provided 14 under ORS 803.090 if such fee is required under ORS 803.105.
 - "(4) For purposes of this section:
- "(a) 'Affiliated group' has the meaning given to the term in section 1504(a) of the Internal Revenue Code of 1986, as amended (26 U.S.C. 1504(a)).
- 18 "(b) A 'transfer in bulk' is:

- "(A) The sale or assignment of, the grant of a security interest in, or any other transfer of either a group of loans secured by vehicles, leases of vehicles or both or a participation or other interest in the group of loans;
- 22 "(B) The creation of asset-backed securities or other securing of assets 23 involving the loans or leases; or
- 24 "(C) Any similar transaction involving the loans or leases.
- "SECTION 64. ORS 803.092, as amended by section 3, chapter 428, Oregon Laws 2023, is amended to read:
- "803.092. (1) Except as otherwise provided in this section, upon the transfer of any interest in a vehicle covered by an Oregon title the transferee shall submit an application for title to the Department of Transportation. Such application shall be submitted to the department within 30 days of the

1 date of transfer of interest.

holder or lessor:

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- "(2) Notwithstanding subsection (1) of this section, application is not required under this section when:
- "(a) The change involves only a change in the security interest where the security interest holder or lessor is a financial institution, a financial holding company or a bank holding company, as those terms are defined in ORS 706.008, a licensee under ORS chapter 725, or any subsidiary or affiliate of any of the foregoing and the transfer of the interest of the security interest
- "(A) Results from the merger, conversion, reorganization, consolidation or acquisition of the security interest holder or lessor;
- 12 "(B) Is to an entity that is a member of the same affiliated group as the 13 security holder or lessor; or
 - "(C) Is made in connection with a transfer in bulk.
 - "(b) The vehicle is transferred to a vehicle dealer and the vehicle will become part of the dealer's inventory for resale. Upon the transfer of a vehicle to a dealer, however, the dealer shall immediately notify the department of such transfer. This exemption from the requirement to apply for title does not apply if the department determines that application for title is necessary in order to comply with odometer disclosure requirements. If the department determines that application for title is not required, it may require filing of documents under ORS 803.126.
 - "(c) The vehicle is to be titled in another jurisdiction.
 - "(d) The vehicle has been totaled, wrecked, dismantled, disassembled, substantially altered or destroyed, in which case the provisions of ORS 819.010, 819.012, 819.014 or 822.135 relating to notice and surrender of title documents shall be complied with.
- "(e) The transfer involves the creation or termination of a leasehold interest in a vehicle that is proportionally registered under ORS 826.009 or 826.011, if the department is furnished with satisfactory proof of the lease.

- "(3) Except as provided in subsection (2) of this section, the transferee shall:
- 3 "(a) Submit an application that meets requirements for title under ORS 803.045 and 803.050 and any applicable rules of the department.
- 5 "(b) Submit the title transfer [fees] **fee** as required under ORS 803.090.
- "(c) Comply with the provisions of ORS 803.065 and any applicable rules of the department under that statute and submit the duplicate or replacement title fee as provided under ORS 803.090, if the transfer includes an application for duplicate or replacement title and transfer of title.
- "(d) Submit an odometer disclosure containing information required by the department for the kind of transaction involved.
 - "(e) Submit any late presentation of certificate of title fee as provided under ORS 803.090 if such fee is required under ORS 803.105.
 - "(4)(a) If requested on the application for title, the department shall provide the primary security interest holder with an electronic title. If no request is made on the application, the department may issue a certificate of title.
 - "(b) When the primary security interest holder receives an electronic title, within 30 days of the release of the security interest the primary security interest holder shall electronically submit the release of interest to the department in the manner provided by the department by rule.
- "(c) A duly certified copy of the department's electronic record of the title reflecting the lien is admissible in any civil, criminal or administrative proceeding in this state as evidence of the existence of a lien.
- 25 "(d) The department shall adopt rules related to electronic application 26 and the electronic release of liens and notice to lienholders.
 - "(5) For purposes of this section:
- "(a) 'Affiliated group' has the meaning given to the term in section 1504(a) of the Internal Revenue Code of 1986, as amended (26 U.S.C. 1504(a)).
 - "(b) A 'transfer in bulk' is:

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- "(A) The sale or assignment of, the grant of a security interest in, or any other transfer of either a group of loans secured by vehicles, leases of vehicles or both or a participation or other interest in the group of loans;
- "(B) The creation of asset-backed securities or other securing of assets involving the loans or leases; or
- 6 "(C) Any similar transaction involving the loans or leases.
- "SECTION 65. Section 18, chapter 30, Oregon Laws 2010, as amended by section 71L, chapter 750, Oregon Laws 2017, section 32, chapter 93, Oregon Laws 2018, and section 11, chapter 491, Oregon Laws 2019, is amended to 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 15 from the increased taxes and fees established in ORS [803.091 and] 803.422 16 [and section 45, chapter 750, Oregon Laws 2017,] and the amendments to ORS 17 319.020, 319.530, 803.420, 803.645, 818.225, 818.270, 825.476, 825.480 and 826.023 18 by sections 34, 35, 40 to 43, 48, 49, 51, 52, 54, 63, 64, 66, 67 and 70, chapter 19 750, Oregon Laws 2017, and an estimate of the projected revenue in the cur-20 rent quarter and the next quarter from the increased taxes and fees estab-21 lished in ORS [803.091 and] 803.422 [and section 45, chapter 750, Oregon Laws 22 2017, and the amendments to ORS 319.020, 319.530, 803.420, 803.645, 818.225, 23 818.270, 825.476, 825.480 and 826.023 by sections 34, 35, 40 to 43, 48, 49, 51, 52, 24 54, 63, 64, 66, 67 and 70, chapter 750, Oregon Laws 2017. 25
- "(2) An estimate of the amounts received in the previous biennium to date 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

- 1 750, Oregon Laws 2017, and an estimate of the projected revenue in the re-
- 2 maining current biennium from the increased taxes and fees established in
- 3 ORS [803.091 and] 803.422 [and section 45, chapter 750, Oregon Laws 2017,]
- 4 and the amendments to ORS 319.020, 319.530, 803.420, 803.645, 818.225, 818.270,
- 5 825.476, 825.480 and 826.023 by sections 34, 35, 40 to 43, 48, 49, 51, 52, 54, 63,
- 6 64, 66, 67 and 70, chapter 750, Oregon Laws 2017.
- 7 "(3) Information about the expenditures and distributions made under
- 8 ORS 367.095, including but not limited to:
- 9 "(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
- 11 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,
- 13 825.480 and 826.023 by sections 34, 35, 40 to 43, 48, 49, 51, 52, 54, 63, 64, 66,
- 14 67 and 70, chapter 750, Oregon Laws 2017, and expended as described in ORS
- 15 367.095 (3).
- 16 "(b) Semiannual amounts that include all the actual and forecasted ex-
- penditures and distributions made under ORS 367.095 for each quarter of the
- 18 current biennium and the forecasted expenditures and distributions for the
- 19 following biennium.
- 20 "SECTION 66. Section 45, chapter 750, Oregon Laws 2017, as
- 21 amended by section 43, chapter 93, Oregon Laws 2018, section 1, chap
 - ter 250, Oregon Laws 2019, and section 7, chapter 491, Oregon Laws
- 23 **2019, is repealed.**

- 24 **"SECTION 67.** ORS 367.095 is amended to read:
- 25 "367.095. (1) The following amounts shall be distributed in the manner
- 26 prescribed in this section:
- 27 "(a) The amount attributable to the increase in tax rates by [section 45,
- 28 chapter 750, Oregon Laws 2017, and] the amendments to ORS 319.020 and
- 29 319.530 by sections 40 to 43, chapter 750, Oregon Laws 2017.
- "(b) The amount attributable to the vehicle registration [and title] fees

- 1 imposed under ORS [803.091 and] 803.422.
- 2 "(c) The amount attributable to the increase in taxes and fees by the
- 3 amendments to ORS 803.420, 803.645, 818.225, 825.476, 825.480 and 826.023 by
- 4 sections 34, 35, 48, 49, 51, 52, 63, 64, 66, 67 and 70, chapter 750, Oregon Laws
- 5 2017.
- 6 "(2) The amounts described in subsection (1) of this section shall be dis-
- 7 tributed in the following order and for the following purposes:
- 8 "(a)(A) \$30 million per year shall be used to pay for:
- 9 "(i) The Interstate 5 Rose Quarter Project;
- "(ii) The Interstate 205 Improvements: Stafford Road to Oregon Route 213
- 11 Project;
- "(iii) The Interstate 5 Boone Bridge and Seismic Improvement Project;
- 13 and
- 14 "(iv) The implementation of the toll program established under ORS
- 15 383.150.
- "(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 pay-
- ing 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
- 20 completed or on which all bonds issued to fund the projects or toll program
- 21 have been repaid. Any remaining moneys shall be distributed as described in
- 22 subsection (3) of this section.
- 23 "(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
- 25 grants under ORS 184.742. The remainder of the moneys shall be distributed
- 26 as described in subsection (3) of this section.
- 27 "(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
- 29 be allocated as follows:
- 30 "(a) 50 percent to the Department of Transportation.

- "(b) 30 percent to counties for distribution as provided in ORS 366.762.
- "(c) 20 percent to cities for distribution as provided in ORS 366.800.
- 3 "(4) The moneys described in subsection (3)(a) of this section or equiv-
- 4 alent amounts that become available to the Department of Transportation
- 5 shall be allocated as follows:
- 6 "(a) \$10 million for safety.
- 7 "(b) Of the remaining balance:
- 8 "(A) Forty percent for bridges.
- 9 "(B) Thirty percent for seismic improvements related to highways and bridges.
- "(C) Twenty-four percent for state highway pavement preservation and culverts.
 - "(D) Six percent for state highway maintenance and safety improvements.
 - "SECTION 68. (1) The amendments to ORS 803.090, 803.420, 803.645 and 825.141 sections 56 to 58 and 61 of this 2025 Act apply to taxes and fees imposed on or after January 1, 2026.
 - "(2) The amendments to ORS 818.225 and 825.480 by sections 59 and 60 of this 2025 Act apply to taxes and fees imposed on or after July 1, 2028.
 - "(3) The amendments to ORS 803.090 by section 57 of this 2025 Act apply to titles issued or transferred on or after January 1, 2026.
 - "SECTION 69. The amendments to ORS 818.225 and 825.480 by sections 59 and 60 of this 2025 Act become operative on July 1, 2028.

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"USE OF REVENUES

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- "SECTION 70. (1) The following amounts shall be distributed in the manner prescribed in this section:
- 29 "(a) The amount attributable to the increase in tax rates by the 30 amendments to ORS 319.020 and 319.530 by sections 45 and 47 of this

- 1 2025 Act.
- 2 "(b) The amount attributable to the increase in taxes and fees by
- 3 the amendments to ORS 803.090 and 803.420 by sections 56 and 57 of this
- 4 2025 Act, except for the amount paid to the State Parks and Recreation
- 5 Department Fund under ORS 366.512.
- 6 "(2) Each year, the moneys described in subsection (1) of this sec-
- 7 tion shall be allocated as follows:
- 8 "(a) 50 percent to the Department of Transportation.
- 9 "(b) 30 percent to counties as follows:
- "(A) The greater of \$3.5 million or 1.37 percent of the 30 percent for distribution to small counties as provided in ORS 366.772 (3); and
- "(B) The remainder of the amount after the distribution described in subparagraph (A) of this paragraph, to counties as provided in ORS 366.762.
- 15 "(c) 20 percent to cities for distribution as provided in ORS 366.800.
- "SECTION 71. Section 70 of this 2025 Act is amended to read:
- Sec. 70. (1) The following amounts shall be distributed in the manner prescribed in this section:
- "(a) The amount attributable to the increase in tax rates by the amendments to ORS 319.020 and 319.530 by sections 45 and 47 of this 2025 Act.
- "(b) The amount attributable to the increase in taxes and fees by the amendments to ORS 803.090 [and], 803.420, 818.225, 825.474, 825.476 and 825.480 by sections 8, 9, 56, [and 57] 57, 59 and 60 of this 2025 Act, except for the amount paid to the State Parks and Recreation Department Fund under ORS 366.512.
- 26 "(2) Each year, the moneys described in subsection (1) of this section shall be allocated as follows:
- 28 "(a) 50 percent to the Department of Transportation.
- 29 "(b) 30 percent to counties as follows:
- 30 "(A) The greater of \$3.5 million or 1.37 percent of the 30 percent for dis-

- tribution to small counties as provided in ORS 366.772 (3); and
- "(B) The remainder of the amount after the distribution described in subparagraph (A) of this paragraph, to counties as provided in ORS 366.762.
- 4 "(c) 20 percent to cities for distribution as provided in ORS 366.800.
- 5 "SECTION 72. The amendments to section 70 of this 2025 Act by section 71 of this 2025 Act become operative on July 1, 2028.
- 7 **"SECTION 73.** ORS 366.772 is amended to read:
- "366.772. (1) Not later than July 31 in each calendar year, the sum of \$5,500,000 shall be withdrawn from the appropriation specified in ORS 366.762 and the sum of \$250,000 shall be withdrawn from moneys available to the Department of Transportation from the State Highway Fund. The sums withdrawn shall be transferred to a separate account to be administered by the Department of Transportation.
- "(2) Not later than July 31 in each calendar year, the sum of \$5,750,000 shall be withdrawn from the separate account described in subsection (1) of this section and distributed to counties as follows:
- "(a) An amount of \$750,000 shall be distributed to the following counties in the following amounts:
- "(A) Harney County..... \$ 19 271,909 "(B) Malheur County..... \$ 20 187,947 "(C) Morrow County..... \$ 21 108,073 "(D) Gilliam County..... \$ 22 94,036 "(E) Sherman County \$ 79,700 23 24 "(F) Wheeler County..... \$ 8,335
- "(b) An amount of \$5,000,000 shall be distributed proportionally to counties with fewer than 200,000 registered vehicles based on a ratio of road miles maintained by each county to registered vehicles.
 - "(3) Not later than July 31 in each calendar year, moneys received under section 70 of this 2025 Act shall be distributed proportionally to counties with fewer than 200,000 registered vehicles based on a ratio

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of road miles maintained by each county to registered vehicles. 1

- "[(3)] (4) Moneys allocated as provided in this section may be used only 2 for maintenance, repair and improvement of existing roads that are: 3
- "(a) Not a part of the state highway system; 4
- "(b) Within counties with fewer than 200,000 registered vehicles; and 5
- "(c) Inadequate for the capacity the roads serve or are in a condition 6 detrimental to safety. 7
- "[(4)] (5) All moneys in the account shall be allotted each year. 8
- **"SECTION 74.** ORS 366.805 is amended to read: 9
- "366.805. (1) Except as provided in subsection (2) of this section, the ap-10 propriation specified in ORS 366.800 shall be allocated to the cities as pro-11 vided in this subsection. The moneys subject to allocation under this 12 subsection shall be distributed by the Department of Transportation accord-13 ing to the following: 14
 - "(a) The moneys shall be distributed to all the cities.
- "(b) Each city shall receive such share of the moneys as its population 16 bears to the total population of the cities. 17
- "(2) Each year, the sum of [\$2,500,000] **\$3,000,000** shall be withdrawn from 18 the appropriation specified in ORS 366.800 and [\$2,500,000] **\$3,000,000** shall 19 be withdrawn from moneys available to the Department of Transportation 20 from the State Highway Fund. The sums withdrawn shall be transferred to 21 a separate account to be administered by the Department of Transportation. 22
- The following apply to the account described in this subsection: 23
- "(a) Money from the account shall be used only on roads: 24
- "(A) That are not a part of the state highway system, with the exception 25 of project elements that are required to comply with federal or state law; 26
- "(B) That are within, or under the jurisdiction of, cities with popu-27 lations of 5,000 or fewer persons; and 28
- "(C) That are inadequate for the capacity the roads serve or are in a 29 condition detrimental to safety. 30

- "(b) To the extent moneys are available to fund whole projects, all moneys in the account shall be allocated each year.
- "(c) Subject to paragraph (d) of this subsection, the department shall determine annual allocation after considering applications, including project
- 5 budgets, submitted by the cities to the department.
- "(d) The department may enter into agreements with cities upon the advice and counsel of the small city advisory committee to determine allocation based on those applications.
- "(3) The Director of Transportation shall establish a small city advisory committee. The small city advisory committee shall review department recommendations and approve applications submitted by small cities to the director. In consultation with the League of Oregon Cities, the director shall appoint to the small city advisory committee one representative of a small city in each of the five regions of this state.
 - "(4) For purposes of this section:
- 16 "(a) Region one consists of Clackamas, Hood River, Multnomah and 17 Washington Counties.
- 18 "(b) Region two consists of Benton, Clatsop, Columbia, Lane, Lincoln, 19 Linn, Marion, Polk, Tillamook and Yamhill Counties.
- "(c) Region three consists of Coos, Curry, Douglas, Jackson and Josephine
 Counties.
- "(d) Region four consists of Crook, Deschutes, Gilliam, Jefferson, Klamath, Lake, Sherman, Wasco and Wheeler Counties.
- "(e) Region five consists of Baker, Grant, Harney, Malheur, Morrow, Umatilla, Union and Wallowa Counties.

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"GREAT STREETS PROGRAM AND GENERAL CHANGES

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"SECTION 75. Section 1, chapter 323, Oregon Laws 2023, is amended to read:

- "Sec. 1. (1) The [Jurisdictional Transfer] Great Streets Advisory Com-
- 2 mittee is established within the Department of Transportation.
- 3 "(2) The committee consists of 11 members appointed by the Governor.
- 4 The members of the committee shall include:
- 5 "(a) Two members who are transportation engineers;
- 6 "(b) Two members who represent cities and who have experience working 7 on transportation projects;
- 8 "(c) One member who represents a county and who has experience work-9 ing on transportation projects;
- "(d) One member who represents a regional government and who has experience working on transportation projects;
- "(e) One member who represents road users;
- "(f) One member who represents law enforcement;
- "(g) One member who represents transit users;
- 15 "(h) One member who represents the advisory committee on bicycle traffic 16 established in ORS 366.112; and
- "(i) One member who represents the Transportation Safety Committee established in ORS 802.300.
- "(3) The Governor shall appoint members to the [Jurisdictional Transfer]

 Great Streets Advisory Committee so that there is at least one member of

 the committee from each congressional district in this state.
- "(4) The [Jurisdictional Transfer] **Great Streets** Advisory Committee shall, from the jurisdictional transfer applications submitted under section **3, chapter 323, Oregon Laws 2023** [of this 2023 Act]:
 - "(a) Review the applications; and

- "(b) Develop a list of three jurisdictional transfers to recommend for funding **under section 78 of this 2025 Act**.
- "(5) The committee shall actively solicit reviews and comments from the Oregon Transportation Commission in the development of the list described in subsection (4)(b) of this section. The committee shall also shall take into

- 1 consideration the following:
- 2 "(a) The difference between the applicant's and the department's stan-
- 3 dards of maintenance;
- 4 "(b) The amount of deferred maintenance;
- 5 "(c) A description of how the highway is used in the community;
- 6 "(d) The climate impact of a transfer and subsequent upgrades the appli-
- 7 cant could provide;
- 8 "(e) The potential positive impacts on historically underserved groups;
- 9 "(f) The increase in multimodal transportation options provided by a transfer;
- "(g) A description of the safety issues that exist; and
- "(h) A transfer readiness assessment that may include:
- "(A) The interest of the community;
- "(B) Funding capacity of the applicant for the transfer and maintenance in the future; and
- 16 "(C) The existing condition of the highway and its current state of maintenance.
- "(6) No later than September 15 of each [even-numbered] year, the [Juris-dictional Transfer] Great Streets Advisory Committee shall submit a report to the Joint Committee on Transportation, in the manner provided in ORS 192.245, and to the Oregon Transportation Commission, that includes:
- "(a) The list of jurisdictional transfers recommended for funding under subsection (4)(b) of this section[.];
- 24 "(b) The list of final projects selected for funding under section 78 25 of this 2025 Act; and
- 26 "(c) The status of progress on the projects selected under section 27 78 of this 2025 Act.
- "(7) The term of office of each member of the [Jurisdictional Transfer]
 Great Streets Advisory Committee is four years, but a member serves at the
 pleasure of the Governor. Before the expiration of the term of a member, the

- 1 Governor shall appoint a successor whose term begins on January 1 next
- 2 following. A member is eligible for reappointment. However, a member of the
- 3 committee may not serve more than two terms. If there is a vacancy for any
- 4 cause, the Governor shall make an appointment to become immediately ef-
- 5 fective for the unexpired term. When a vacancy occurs in an appointment
- 6 made from a congressional district, the successor shall be appointed from the
- 7 congressional district for which the vacancy exists.
- 8 "(8) A majority of the members of the committee constitutes a quorum for
- 9 the transaction of business.
- "(9) Official action by the committee requires the approval of a majority
- of the members of the committee.
- "(10) The committee shall elect one of its members to serve as chair-
- 13 person.
- "(11) The committee shall meet at times and places specified by the call
- of the chairperson or of a majority of the members of the committee, pro-
- vided that the committee meets at least four times a year.
- "(12) The committee may adopt rules necessary for the operation of the
- 18 committee.
- "(13) The Department of Transportation shall provide assistance and
- 20 space for meetings as requested by the chair of the committee.
- "(14) Qualified members, as defined in ORS 292.495, of the advisory com-
- 22 mittee are entitled to compensation for actual and necessary travel or other
- 23 expenses incurred in the performance of their official duties as specified for
- 24 qualified members of boards or commissions in ORS 292.495 (4).
- "SECTION 76. Section 3, chapter 323, Oregon Laws 2023, is amended to
- 26 read:
- "Sec. 3. (1) The Department of Transportation shall adopt rules specify-
- 28 ing the process by which a city or county may apply for inclusion on the list
- of jurisdictional transfers recommended for funding and submitted to the
- 30 Joint Committee on Transportation under section 1, chapter 323, Oregon

- 1 **Laws 2023** [of this 2023 Act].
- "(2) An application under this section must be on a form prescribed by the department and must include the following:
- 4 "(a) The name of the city or county;
- 5 "(b) A description of the portion of the highway to be transferred;
- 6 "(c) A desired timeline for the transfer;
- 7 "(d) The scope of the transfer;
- 8 "(e) A description of which body assumes liability during and after the 9 transfer;
- "(f) The cost to update the segment of highway transferred to a state of good repair; and
- "(g) Any other information necessary or helpful to the [Jurisdictional Transfer] Great Streets Advisory Committee established in section 1, chapter 323, Oregon Laws 2023, [of this 2023 Act] in making its recommendations to the Joint Committee on Transportation.
- "(3) A jurisdictional transfer applicant must submit:
- "(a) Plans to provide at least 20 percent of the moneys required for the jurisdictional transfer; and
- 19 "(b) A community vision plan that describes the applicant's plan for 20 managing and improving the highway.
- "SECTION 77. (1) The Great Streets Fund is established in the State
 Treasury, separate and distinct from the General Fund. Earnings on
 moneys in the Great Streets Fund shall be deposited into the fund.
 Moneys in the Great Streets Fund are continuously appropriated to
 the Department of Transportation for the purposes described in this
 section and in section 1, chapter 323, Oregon Laws 2023.
- 27 "(2) The fund consists of the following:
- 28 "(a) Moneys appropriated to the fund by the Legislative Assembly.
- 29 "(b) Earnings on moneys in the fund.
- 30 "(c) Moneys from any other source.

- "(3) The department shall use moneys in the Great Streets Fund to fund projects selected under section 78 of this 2025 Act.
- "SECTION 78. (1) The Department of Transportation may use moneys in the Great Streets Fund, established under section 77 of this
- 5 2025 Act, to pay for projects identified by the Great Streets Advisory
- 6 Committee under section 1 (4), chapter 323, Oregon Laws 2023.
- 7 "(2) The department, in consultation with the Great Streets Advi-8 sory Committee, shall make the final selection of projects to be paid
- 9 for with moneys in the Great Streets Fund. The department shall pri-10 oritize projects that:
- "(a) Support jurisdictional transfers;
- 12 "(b) Benefit facilities with:
- 13 "(A) Above-average risk and rates of traffic injury or death;
- 14 "(B) Limited transportation options; or
- 15 "(C) A history of known safety concerns for vulnerable road users;
- 16 "(c) Improve safety, access and mobility for all highway users;
- "(d) Combine infrastructure elements such as sidewalks, curb ramps, crosswalks, lighting and bike lanes into coordinated projects that promote efficient and complete highways;
- "(e) Reduce vehicle miles traveled and greenhouse gas emissions;
 or
 - "(f) Support multimodal connectivity and regional mobility.
- 23 **"SECTION 79.** ORS 802.348 is amended to read:
- "802.348. (1) The Department of Transportation shall ensure that the membership of advisory committees to the department reflects the racial and ethnic and ability composition of this state as determined by the most recent American Community Survey from the United States Census Bureau.
- 28 "(2) Subsection (1) of this section applies to all advisory committees to the department, including but not limited to:
- 30 "(a) The Continuous Improvement Advisory Committee established in ORS

1 184.665.

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- 2 "(b) The Freight Advisory Committee established in ORS 366.212.
- 3 "(c) The Road User Fee Task Force established in ORS 184.843.
- 4 "(d) Any stakeholder forum established under ORS 366.215.
- 5 "(e) The advisory committee on vehicle dealer regulation established in 6 ORS 802.370.
- 7 "(f) The advisory committee on bicycle traffic established in ORS 366.112.
- 8 "(g) The Transportation Safety Committee established in ORS 802.300.
- 9 "[(h) The Jurisdictional Transfer Advisory Committee established in sec-10 tion 1, chapter 323, Oregon Laws 2023.]
- "SECTION 80. Sections 6 and 7, chapter 323, Oregon Laws 2023, are repealed.
 - **"SECTION 81.** ORS 366.215 is amended to read:
- "366.215. (1) Except as provided in subsection (2) of this section, the
 Oregon Transportation Commission may select, establish, adopt, lay out, locate, alter, relocate, change and realign primary and secondary state highways.
 - "(2) Unless safety or access considerations require otherwise, the commission may not construct a new motor vehicle travel lane that is less than 12 feet when:
 - "(a) The travel lane is on a portion of an identified freight route on a state highway; and
 - "(b) The portion of state highway described in paragraph (a) of this subsection is located outside of an urban growth boundary, as defined in ORS 197.015.
- "[(2)] (3) Except as provided in subsection [(3)] (4) of this section, the commission may not permanently reduce the vehicle-carrying capacity of an identified freight route when altering, relocating, changing or realigning a state highway unless safety or access considerations require the reduction.
- "[(3)] (4) A local government, as defined in ORS 174.116, may apply to the

- commission for an exemption from the prohibition in subsection [(2)] (3) of
- 2 this section. The commission shall grant the exemption if it finds that the
- 3 exemption is in the best interest of the state and that freight movement is
- 4 not unreasonably impeded by the exemption.
- 5 "SECTION 82. (1) The Oregon Rail Department Task Force is es-6 tablished.
 - "(2) The task force consists of seven members appointed as follows:
- 8 "(a) The President of the Senate shall appoint one nonvoting 9 member from among members of the Senate.
- "(b) The Speaker of the House of Representatives shall appoint one nonvoting member from among members of the House of Representatives.
- 13 "(c) The Governor shall appoint:

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- 14 "(A) One member who represents short line railroads.
- 15 "(B) One member who represents passenger rail.
- 16 "(C) One member who represents Class I railroads.
- "(D) One member who represents a municipality or city.
- "(d) The Director of Transportation shall appoint one representative who is an employee of the Department of Transportation with expertise in rail operations.
- 21 "(3) The task force shall develop a proposal for establishing the 22 Oregon Rail Department.
 - "(4) A majority of the voting members of the task force constitutes a quorum for the transaction of business.
- 25 "(5) Official action by the task force requires the approval of a majority of the voting members of the task force.
- "(6) The Governor shall select one member of the task force to serve as chairperson and another to serve as vice chairperson, for the terms and with the duties and powers necessary for the performance of the functions of the offices as the Governor determines.

- "(7) If there is a vacancy for any cause, the appointing authority shall make an appointment to become immediately effective.
- "(8) The task force shall meet at times and places specified by the call of the chairperson or of a majority of the voting members of the task force.
- 6 "(9) The task force may adopt rules necessary for the operation of the task force.
- 8 "(10) The task force shall submit a report in the manner provided 9 by ORS 192.245, and may include recommendations for legislation, to 10 the Joint Committee on Transportation no later than December 15, 11 2026.
- "(11) The Oregon Department of Administrative Services shall provide staff support to the task force.
- "(12) Members of the Legislative Assembly appointed to the task force are nonvoting members of the task force and may act in an advisory capacity only.
 - "(13) Members of the task force who are not members of the Legislative Assembly serve as volunteers on the task force and, unless they are qualified members, as defined in ORS 292.495, are not entitled to compensation or reimbursement for expenses.
 - "(14) All agencies of state government, as defined in ORS 174.111, are directed to assist the task force in the performance of the duties of the task force and, to the extent permitted by laws relating to confidentiality, to furnish information and advice the members of the task force consider necessary to perform their duties.
- "SECTION 83. Section 82 of this 2025 Act is repealed on December 31, 2026.
- "SECTION 84. The Oregon Department of Administrative Services shall contract with a third party to conduct an engineering study related to constructing a new bridge over the Willamette River near the

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- 1 Wheatland Ferry and near or on the right of way of Brooklake Road.
- 2 "SECTION 85. In addition to and not in lieu of any other appropri-
- ation, there is appropriated to the Oregon Department of Administra-
- 4 tive Services, for the biennium beginning July 1, 2025, out of the
- 5 General Fund, the amount of \$500,000, which may be expended for
- 6 carrying out the provisions of section 84 of this 2025 Act.
- 7 **"SECTION 86.** ORS 810.412 is amended to read:
- 8 "810.412. (1) Notwithstanding ORS 810.410, a police officer may not initi-
- 9 ate a traffic violation stop for unlawful use or failure to use lights under
- 10 ORS 811.520 or operation without required lighting equipment under ORS
- 11 816.330 if the offense is based on the following circumstances:
- "(a) A headlight that is not in compliance with ORS 816.050 or 816.320,
- and the vehicle has a headlight that is in compliance;
- "(b) A taillight that is not in compliance with ORS 816.080 or 816.320, and
- the vehicle has a taillight that is in compliance; or
- "(c) A brake light that is not in compliance with ORS 816.100 or 816.320,
- and the vehicle has a brake light that is in compliance[;].
- "[(d) A taillight that does not emit red light as required by ORS 816.080
- 19 (2); or]
- "[(e) A registration plate light that is not in compliance with ORS 816.090
- 21 or 816.320.]
- 22 "(2) A police officer may issue a citation for unlawful use or failure to
- use lights under ORS 811.520 or operation without required lighting equip-
- ment under ORS 816.330 based on circumstances described in subsection (1)
- of this section only if the police officer has already stopped and detained the
- 26 driver operating the motor vehicle for a separate traffic violation or other
- 27 offense.
- 28 "SECTION 87. The amendments to ORS 810.412 by section 86 of this
- 29 2025 Act apply to conduct occurring on or after the effective date of
- 30 this 2025 Act.

- **"SECTION 88.** ORS 184.751 is amended to read:
- 2 "184.751. (1) The Statewide Transportation Improvement Fund is estab-
- 3 lished in the State Treasury, separate and distinct from the General Fund.
- 4 Interest earned by the Statewide Transportation Improvement Fund shall be
- 5 credited to the fund. Moneys in the fund are continuously appropriated to
- 6 the Department of Transportation to finance investments and improvements
- 7 or to maintain existing public transportation services, except that the mon-
- 8 eys may not be used for new light rail capital expenses but may be used for
- 9 capital expenses of maintaining existing light rail and for light rail
- 10 operation expenses.

- "(2) The Statewide Transportation Improvement Fund consists of:
- "(a) All moneys received from the tax imposed under ORS 320.550;
- 13 "(b) Moneys appropriated or otherwise transferred to the fund by the 14 Legislative Assembly;
- "(c) Moneys transferred to the fund under ORS 184.642, 323.455 or 323.457 (1)(d) and (2)(b);
- "(d) Distribution repayments, if any; and
- "(e) Other moneys deposited in the fund from any source.
- "(3) Unless approved by the department, the moneys in the Statewide Transportation Improvement Fund may not be used to supplant local and regional agency moneys currently directed to public transportation service
- 22 providers.
- "SECTION 89. The Legislative Revenue Officer, in consultation with 23 the Department of Transportation, counties and cities, shall study how 24 to simplify and streamline all the different methods of distributing the 25 26 fees imposed and taxes collected under ORS 319.020, 319.530, 803.090, 803.420, 818.225, 825.476 and 825.480. The department shall submit a re-27 port in the manner provided by ORS 192.245, and may include recom-28 mendations for legislation, to the Joint Committee on Transportation 29 no later than September 15, 2026. 30

- "SECTION 90. Section 89 of this 2025 Act is repealed on January 2, 2027.
- "SECTION 91. Definitions. As used in sections 91 to 99 of this 2025

 4 Act:
- "(1) "TriMet' means the Tri-County Metropolitan Transportation

 District of Oregon, a mass transit district created under ORS chapter

 267.
- "(2) 'Westside Express Service' means a commuter rail line that travels north and south along a route near State Highway 217 and begins in the City of Beaverton.
 - "SECTION 92. Westside Express Service as public corporation; establishment; mission. (1) The Westside Express Service Authority is established as a public corporation and shall exercise and carry out all powers, rights and privileges that are expressly conferred upon the authority, are implied by law or are incident to such powers. The authority is an independent public corporation with a statewide mission and purposes and without territorial boundaries. The authority is a governmental entity performing governmental functions and exercising governmental powers but, except as otherwise provided by law, is not a unit of local or municipal government or a state agency for purposes of state statutes or constitutional provisions.
 - "(2) The mission of the authority is to provide express commuter rail service from the City of Beaverton to the City of Wilsonville and in the future extend the service to the cities of Salem and Eugene. To accomplish its mission, the authority shall:
- 26 "(a) Operate the Westside Express Service;
- 27 "(b) Enhance the frequency of the service;
- 28 "(c) Study and support extending the service from the City of Wilsonville to the City of Salem; and
- 30 "(d) After the service is extended to the City of Salem, extend the

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- 1 service to the City of Eugene.
- 2 "(3) Unless otherwise provided by law, the authority is not subject to ORS chapters 182, 183, 238, 238A, 240, 270, 273, 276, 279A, 279B, 279C,
- 4 282, 283, 291, 292 and 293 and ORS 35.550 to 35.575, 180.060, 180.210 to
- 5 180.235, 183.710 to 183.730, 183.745, 183.750, 190.430, 190.480 to 190.490,
- 6 192.105, 200.035, 236.605 to 236.640, 243.105 to 243.585, 243.696, 278.011 to
- 7 278.120, 279.835 to 279.855, 283.085 to 283.092, 291.050 to 291.060, 357.805 to
- 8 **357.895** and **656.017** (2).
- "(4) The authority shall carry out the purposes described in this section and the duties of the authority under sections 91 to 99 of this 2025 Act in the manner that, in the determination of the authority, best promotes and implements the mission of the authority. Subject to any limitations established under sections 91 to 99 of this 2025 Act, the authority may take any necessary or expedient actions to:
- "(a) Enter into any agreements as necessary or expedient to perform any authorized function of the authority, including but not limited to any agreements with TriMet or other public or private entities to:
- 19 "(A) Establish ownership by the authority of the Westside Express
 20 Service commuter rail line;
- 21 "(B) Repair, maintain, upgrade and operate the service and associ-22 ated property and facilities; and
- 23 "(C) Provide for the training of personnel in operation of the rail line;
 - "(b) Ensure the financial viability of the authority;
- 26 "(c) Promote the service to individuals interested in using the ser-27 vice; and
- 28 "(d) Undertake improvements and maintenance activities, including
 29 extending the operation of the rail line.
- "SECTION 93. Authority members; meetings; removal of members.

- 1 (1) The Westside Express Service Authority shall consist of five mem-2 bers appointed by the Governor and confirmed by the Senate in the 3 manner prescribed in ORS 171.562 and 171.565.
- "(2) A member of the authority may not be an employee of the authority. In appointing members to the authority, the Governor shall endeavor to appoint members with experience or expertise in a variety of subjects related to the mission and purposes of the authority or with other experience or expertise that the Governor determines is important to the success of the authority, including persons with experience in transportation and commuter rail.
- "(3) The term of office of each member appointed by the Governor is four years, but a member may be removed at any time at the pleasure of the Governor. Members are eligible for reappointment. Before the expiration of the term of a member, the Governor shall appoint a successor. If a member position becomes vacant for any reason, the Governor shall appoint a successor to fill the unexpired term.
 - "(4) The authority shall elect one member as chairperson and one member as vice chairperson, with terms, duties and powers as determined by the authority. The authority shall adopt bylaws establishing the required frequency of meetings and quorum requirements.
 - "(5) A member of the authority is not entitled to compensation, but may be reimbursed as provided by the policies and procedures of the authority for any actual and necessary travel and other expenses incurred by the member in the performance of the member's official duties.
 - "SECTION 94. Initial membership. (1) The Governor shall appoint the initial members of the Westside Express Service Authority no later than 180 days after the effective date of this 2025 Act.
 - "(2) Notwithstanding the term of office specified in section 93 of this

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- 2025 Act, of the members first appointed by the Governor to the authority:
- 3 "(a) One shall serve for a term ending one year after the date of 4 appointment.
- 5 "(b) One shall serve for a term ending two years after the date of appointment.
- 7 "(c) One shall serve for a term ending three years after the date 8 of appointment.
- 9 "(d) Two shall serve for a term ending four years after the date of appointment.
- "SECTION 94a. Section 94 of this 2025 Act is repealed on January 2, 2031.
 - "SECTION 95. Authority director; status of director and employees.

 (1) The Westside Express Service Authority shall appoint an executive director. The executive director is the executive officer of the authority responsible for day-to-day operations. Subject to the supervision of the authority, the executive director is authorized to direct the affairs of the authority. The executive director serves at the discretion of the authority and shall perform such duties as the authority prescribes.
 - "(2) The executive director may employ subordinate employees as the executive director deems reasonable for carrying out business operations and the operation and maintenance of the Westside Express Service and related facilities of the authority. The executive director may delegate any duty, function or power of the executive director to a subordinate employee except as otherwise prescribed by the authority.
 - "(3) The members of the authority, the executive director and the employees of the authority are not state employees and are not eligible for participation in state employee health benefit plans, state employee

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- deferred compensation plans or the Public Employees Retirement System. The authority shall determine the compensation and benefit package for the executive director and other employees of the authority. For purposes of any laws applicable to the authority as a public corporation, including but not limited to ORS 30.260 to 30.300, the members of the authority, the executive director and the employees of the authority are officers and employees of a public body.
 - "(4) The authority and a state agency may enter into agreements for the state agency to provide support services to the authority. If a state agency provides support services to the authority, the state agency must provide the support services at the rate that the state agency would charge to other state agencies for the services.
 - "(5) The authority may invest in the investment pool described in ORS 294.805. For purposes of ORS 294.805 to 294.895, the executive director is a local government official.
 - "(6) The authority may retain private legal counsel or, notwithstanding ORS 180.060, may contract for representation by the Attorney General. If the authority contracts for representation by the Attorney General, the Attorney General shall charge the authority for services at the rate charged to state agencies for similar services.
 - "SECTION 96. Powers and duties of authority. (1) Except as may otherwise be provided by law, the Westside Express Service Authority may, within or outside the state:
 - "(a) Adopt, alter, amend or repeal policies, procedures or bylaws for the organization, administration, development and management of the authority.
 - "(b) Enter into contracts and agreements involving property, goods or services with any public or private entity as the authority deems reasonable to carry out the mission and purposes of the authority or to execute any duties, functions or powers of the authority, including

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- "(A) Contracts and agreements related to the operation of the Westside Express Service and associated facilities;
- "(B) The performance of the business operations of the authority; and
- 6 "(C) The construction, repair, maintenance, upgrade or insurance 7 of the Westside Express Service and facilities.
- "(c) Establish advisory or technical committees and otherwise consult, cooperate or coordinate with any public or private entity as the authority deems necessary or expedient to broaden opportunities for public input on or to carry out the mission and purposes or duties of the authority.
 - "(d) Acquire, purchase, receive, hold, control, convey, sell, manage, operate, lease, license, lend, invest, improve, develop, use, dispose of and hold title in the name of the authority to real or personal property of any nature.
 - "(e) Obtain any permits, approvals or permissions needed in connection with the activities of the authority.
 - "(f) Exercise the power of eminent domain under ORS chapter 35 to acquire any right or interest in real property as necessary or expedient to ensure the repair, upgrade, operation, maintenance or extension of the Westside Express Service.
- 23 "(g) Sue and be sued in its own name.
 - "(h) Encourage and accept grants, gifts and donations for the benefit of the authority, and subject to the terms of the gift, retain, invest and use such gifts as deemed appropriate by the authority.
- "(i) Acquire, receive, hold, keep, pledge, control, convey, manage, use, lend, expend and invest funds, appropriations, grants, gifts, bequests, stock and revenue from any source.
 - "(j) Borrow money for the needs of the authority, in such amounts

- and for such time and upon such terms as may be determined by the 1 authority. 2
- "(k) Purchase any and all insurance, operate a self-insurance pro-3 gram or otherwise arrange for the equivalent of insurance coverage 4 of any nature and for the indemnity and defense of any contractual 5 counterparts and the members of the authority or any officers, agents, 6 employees or other persons designated by the authority to carry out 7 or to further the mission and purposes of the authority. 8
- "(L) Establish charges and fees, including but not limited to 9 charges and fees for services by the authority and for the use of the Westside Express Service.
 - "(m) Contract for law enforcement or security services for authority properties and facilities.
 - "(n) Establish and exercise broad operational authority over the Westside Express Service and associated properties and facilities, including but not limited to establishing days and times of service.
 - "(o) Establish an operations training program that provides education for personnel of the Westside Express Service.
 - "(p) Perform any other acts that in the judgment of the authority are necessary or expedient in accomplishing the public mission and purposes described in section 92 of this 2025 Act or exercising the powers granted by sections 91 to 99 of this 2025 Act.
 - "(2) The Westside Express Service Authority shall coordinate with the freight railroad operator and owner on which the service does or would operate in regard to the expansion and scheduling of the rail service along the line.
 - "SECTION 97. Audits; report to Legislative Assembly. (1) Not later than April 1 of each even-numbered year, the Westside Express Service Authority shall submit to the Oregon Department of Administrative Services a funding request applicable to the biennium beginning on

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- July 1 of the following year. The department shall include and submit
- 2 the authority's request to the Legislative Assembly as part of the
- 3 Governor's biennial budget. Any such request approved by the Legis-
- 4 lative Assembly shall be appropriated to the department for direct
- 5 grant to the authority. The legislatively appropriated funds are sub-
- 6 ject to any restrictions or conditions imposed by the Legislative As-
- 7 sembly, but such conditions and restrictions do not apply to other
- 8 funds in the authority's budget and operations.
 - "(2) The authority's budget shall be prepared in accordance with generally accepted accounting principles and adopted by the authority
- in accordance with ORS 192.610 to 192.705.
 - "(3) The authority may conduct independent audits if such audits
- are considered advisable by the authority. The authority shall file any
- 14 completed audits with the Division of Audits of the Secretary of State.
- 15 "(4) The authority shall, not later than April 15 of each year, file
- an annual report with the Governor and the Joint Committee on
- 17 Transportation. The report shall describe the activities and operations
- of the authority during the preceding calendar year.
- "SECTION 98. Unauthorized use of facilities; penalty. A person who
- 20 gains or attempts to gain unauthorized access to or use of the
- 21 Westside Express Service in violation of any use restriction or condi-
- 22 tion imposed by the Westside Express Service Authority, including
- 23 assessment of any fees, commits a Class D violation. In addition to
- 24 any enforcement officers specifically identified in ORS 153.005, the
- 25 executive director of the Westside Express Service Authority and other
- 26 employees under the authority may issue citations for violations under
- 27 this section.

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- 28 "SECTION 99. Transfer of Westside Express Service from TriMet to
- 29 Westside Express Service Authority. (1) After the Westside Express
- 30 Service Authority is created, the authority shall notify TriMet.

- "(2) The authority shall collaborate with TriMet on the transfer of the Westside Express Service to the authority, including all required agreements with third parties. After all necessary agreements are reached, TriMet shall transfer all of its right, title and ownership of the Westside Express Service and related vehicles and facilities to the Westside Express Service Authority, and shall execute all necessary legal documents to carry out such transfer.
- 8 "(3) The Oregon Department of Administrative Services shall assist 9 in carrying out and documenting the transfer.
 - "(4) As part of the agreement entered into with TriMet under this section, the authority shall pay all costs associated with the transfer and all costs of carrying out and documenting the transfer, including all of TriMet's costs associated with the transfer and carrying out and documenting the transfer.
- "SECTION 100. Reports. The Westside Express Service Authority shall report:
- "(1) No later than September 15, 2027, to the Joint Committee on Transportation on the implementation of the Westside Express Service Authority and the progress made with regards to transferring jurisdiction from TriMet to the authority;
 - "(2) No later than September 15, 2028, to the Joint Committee on Transportation on the feasibility of extending the commuter line from the City of Wilsonville to the City of Salem; and
- "(3) No later than September 15, 2029, to the Joint Committee on Transportation on the feasibility of extending the commuter line from the City of Salem to the City of Eugene.
- 27 "SECTION 101. Section 100 of this 2025 Act is repealed on January 28 2, 2030.
- "SECTION 102. There is appropriated to the Oregon Department of Administrative Services, for the biennium beginning July 1, 2025, out

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- of the General Fund, the amount of \$_____ for distribution to the
- 2 Westside Express Service Authority to carry out the provisions of
- 3 sections 91 to 99 of this 2025 Act.
- 4 **"SECTION 103.** ORS 184.621 is amended to read:
- 5 "184.621. (1) The Oregon Transportation Commission shall work with
- 6 stakeholders to review and update the criteria used to select projects within
- 7 the Statewide Transportation Improvement Program. When revising the
- 8 project selection criteria the commission shall consider whether the project:
- 9 "[(1)] (a) Improves the state highway system or major access routes to the
- state highway system on the local road system to relieve congestion by ex-
- panding capacity, enhancing operations or otherwise improving travel times
- 12 within high-congestion corridors.
- "[(2)] (b) Enhances the safety of the traveling public by decreasing traffic
- 14 crash rates, promoting the efficient movement of people and goods and pre-
- serving the public investment in the transportation system.
- "[(3)] (c) Supports improvements necessary for Oregon's economic growth
- and competitiveness, accessibility to industries and economic development.
- "[(4)] (d) Provides the greatest benefit in relation to project costs as an-
- 19 alyzed under ORS 184.659.
- 20 "[(5)] (e) Fosters livable communities by demonstrating that the invest-
- 21 ment does not undermine sustainable urban development.
- 22 "[(6)] (f) Enhances the value of transportation projects through designs
- 23 and development that reflect environmental stewardship and community
- 24 sensitivity.
- "[(7)] (g) Is consistent with the state's greenhouse gas emissions reduction
- 26 goals and reduces Oregon's dependence on foreign oil.
- 27 "[(8)] (h) To the extent practicable, ensures that the state's transportation
- 28 infrastructure is resilient in the event of a natural disaster.
- 29 "[(9)] (i) Is located near operations conducted for mining aggregate or
- processing aggregate as described in ORS 215.213 (2)(d) or 215.283 (2)(b).

- "(2) When revising the project selection criteria the commission
 may consider whether the project:
- 3 "(a) Reduces the overall demand for motor vehicle travel on the 4 highways.
- "(b) Is located in an area where the receiving city or county has
 made a good faith effort to invest in maintaining, preserving and operating the highways under their jurisdiction to an extent satisfied by
 the commission.
 - **"SECTION 104.** ORS 184.642 is amended to read:
- "184.642. (1) The Department of Transportation Operating Fund is estab-10 lished in the State Treasury separate and distinct from the General Fund and 11 separate and distinct from the State Highway Fund. Except as otherwise 12 provided in subsection (3)(e) of this section, moneys in the Department of 13 Transportation Operating Fund are continuously appropriated to the De-14 partment of Transportation to pay expenses of the department that are in-15 curred in the performance of functions the department is statutorily required 16 or authorized to perform and that may not constitutionally be paid from 17 revenues described in section 3a, Article IX of the Oregon Constitution. 18
- "(2) The operating fund shall consist of the following:
- "(a) Taxes paid on motor vehicle fuels or on the use of fuel in a motor vehicle for which a person is entitled to a refund under a provision described in this paragraph but for which no refund is claimed, in amounts determined under ORS 184.643. This paragraph applies to refund entitlements described in ORS 319.280 (1)(a) and (e), 319.320 (1)(a) and 319.831 (1)(b).
- 25 "(b) Fees collected under ORS 822.700 for issuance or renewal of:
- 26 "(A) Dismantler certificates;
- "(B) Vehicle dealer certificates;
- 28 "(C) Show licenses;

- 29 "(D) Vehicle transporter certificates;
- 30 "(E) Driver training instructor certificates;

- "(F) Commercial driver training school certificates; and
- 2 "(G) Vehicle appraiser certificates.
- 3 "(c) Late fees collected under ORS 822.700.
- 4 "(d) Fees collected under ORS 822.705.
- 5 "(e) Moneys from civil penalties imposed under ORS 822.009.
- 6 "(f) Fees collected under ORS 807.410 for identification cards.
- 7 "(g) Fees collected by the department for issuance of permits to engage
- 8 in activities described in ORS 374.302 to 374.334 that are not directly con-
- 9 nected to the construction, reconstruction, improvement, repair, mainte-
- nance, operation and use of a public highway, road, street or roadside rest
- 11 area.
- 12 "(h) Fees collected under ORS 835.017 for services provided to the Oregon
- 13 Department of Aviation.
- "(i) Interest and other earnings on moneys in the operating fund.
- 15 "(3) Moneys in the Department of Transportation Operating Fund estab-
- lished by subsections (1) and (2) of this section may be spent only as follows:
- "(a) Taxes described in subsection (2)(a) of this section may be used only
- 18 for payment of expenses of the Department of Transportation that:
- "(A) May not constitutionally be paid from revenues described in section
- 20 3a, Article IX of the Oregon Constitution;
- 21 "(B) Are incurred in the performance of functions the department is
- 22 statutorily required or authorized to perform; and
- 23 "(C) Are not payable from moneys described in paragraphs (b) to (e) of
- 24 this subsection.
- 25 "(b) Fees collected under subsection (2)(b) of this section may be used
- only to carry out the regulatory functions of the department relating to the
- 27 businesses that generate the fees.
- 28 "(c) Fees collected under ORS 822.705 may be used only for the purposes
- 29 described in ORS 822.705.
- "(d) Moneys collected from civil penalties imposed under ORS 822.009 may

- 1 be used only for regulation of vehicle dealers.
- 2 "(e) Moneys collected under ORS 807.410 from fees for identification cards
- 3 shall be used first to pay the expenses of the department for performing the
- 4 functions of the department relating to identification cards. After paying the
- 5 expenses related to identification cards, the department shall transfer the
- 6 remaining moneys collected under ORS 807.410 to the Statewide Transporta-
- 7 tion Improvement Fund established in ORS 184.751.
- 8 "(f) Moneys from the permits described in subsection (2)(g) of this section
- 9 may be used for costs of issuing the permits and monitoring the activities
- 10 that generate the fees.
- "(g) Moneys from interest and other earnings on moneys in the operating
- 12 fund may be used for any purpose for which other moneys in the fund may
- be used.

- "(h) Each year the department shall transfer \$1 million from reve-
- 15 nues under subsection (2)(a) of this section into the Multimodal Active
- 16 Transportation Fund established under ORS 367.091.
- **"SECTION 105.** ORS 367.091 is amended to read:
- 18 "367.091. (1) As used in this section and ORS 367.093:
- "(a) 'Private entity' means any entity that is not a public body, including
- but not limited to a corporation, partnership, company, nonprofit organiza-
- 21 tion or other legal entity or natural person.
- 22 "(b) 'Public body' has the meaning given that term in ORS 174.109.
- 23 "(c) 'Transportation project' means a project or undertaking for bicycle
- 24 and pedestrian capital infrastructure, including bridges, paths and ways. A
- 25 transportation project does not include costs associated with operating ex-
- 26 penses or the purchase of bicycles.
- 27 "(2) The Multimodal Active Transportation Fund is established in the
- 28 State Treasury, separate and distinct from the General Fund. Earnings on
- 29 moneys in the Multimodal Active Transportation Fund shall be deposited
- 30 into the fund. Moneys in the fund are continuously appropriated to the De-

- 1 partment of Transportation for the purposes described in subsection (3) of
- 2 this section and in ORS 367.093. The fund consists of the following:
- 3 "(a) Moneys transferred to the fund under ORS 320.440.
- 4 "(b) Moneys transferred to the fund under ORS 367.081.
- 5 "(c) Moneys transferred to the fund under ORS 184.642.
- "[(c)] (d) Moneys appropriated to the fund by the Legislative Assembly.
- "[(d)] (e) Earnings on moneys in the fund.
- 8 "(e) Moneys from any other source.
- 9 "(3) The department shall use moneys in the fund to award grants for 10 bicycle and pedestrian transportation projects as provided in ORS 367.093.
- "SECTION 106. ORS 821.320 is amended to read:
- 12 "821.320. The following fees are established relating to snowmobiles:
- "(1) Registration under ORS 821.080, [\$10] \$30.
- "(2) Renewal of registration under ORS 821.080, [\$10] \$30.
- "(3) Issuance of out-of-state permit under ORS 821.130, \$7.
- 16 "SECTION 107. Sections 108 to 110 of this 2025 Act are added to and 17 made a part of the Oregon Vehicle Code.
 - "SECTION 108. Abandoned recreational vehicle disposal fees. (1) In addition to the registration fees required under ORS 803.420 (7), a person must pay the abandoned recreational vehicle disposal fee for registering campers, travel trailers and motor homes each biennial registration period. The additional fee is \$25 for each year of the registration period.
 - "(2) In addition to the recreational vehicle trip permit fees prescribed under ORS 803.645, a person must pay the abandoned recreational vehicle disposal fee of \$40.
 - "(3) Notwithstanding ORS 366.512, the registration fees and recreational vehicle trip permit fees charged and collected under this section must be deposited into the Abandoned Recreational Vehicle Account established under section 109 of this 2025 Act.

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- "(4) Each biennium, beginning July 1, 2027, the Department of 1 Transportation shall adjust the dollar amounts set forth in this section 2 by the cumulative change in the Consumer Price Index for All Urban 3 Consumers, West Region (All Items), as published by the Bureau of 4 Labor Statistics of the United States Department of Labor, or its 5 successor index, since the previous adjustment. The adjustments per-6 formed under this subsection shall be rounded to the nearest whole 7 dollar. 8
- 9 "(5) The adjusted fees under subsection (2) of this section take ef-10 fect on January 1 and apply for the following two years.
- 11 "(6) The Department of Transportation may adopt rules necessary 12 to implement this section.
 - "SECTION 109. Abandoned Recreational Vehicle Account. (1) The Abandoned Recreational Vehicle Account is established in the General Fund. Interest earned by the account shall be credited to the account.
- 16 "(2) The account shall consist of:

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- "(a) Moneys paid into the account under section 108 of this 2025 Act;
- 18 "(b) Moneys appropriated to the account by the Legislative Assem-19 bly; and
 - "(c) Other amounts deposited in the account from any source.
- "(3) Moneys in the account are continuously appropriated to the
 Department of Transportation to pay the expenses incurred under
 section 110 of this 2025 Act. Before awarding reimbursements, the department may withhold an amount not exceed five percent of the total
 amount appropriated or otherwise transferred or credited to the fund
 to pay for the administrative and operational expenses of the department under section 110 of this 2025 Act.
 - "(4) Moneys in the Abandoned Recreational Vehicle Account that are derived from any revenues under Article IX, section 3a, of the Oregon Constitution, may be used only for purposes permitted by Ar-

- 1 ticle IX, section 3a, of the Oregon Constitution.
- 2 "SECTION 110. Reimbursement of costs of disposing of abandoned
- 3 recreational vehicle. (1) As used in this section and sections 108 and
- 4 109 of this 2025 Act:
- 5 "(a) 'Costs of disposing of a vehicle' includes the reasonable costs of:
- 7 "(A) Hooking up for tow, towing, impounding, immobilizing, trans-
- 8 porting, storing, appraising, dismantling, recycling or disposing of an
- 9 abandoned recreational vehicle;
- 10 "(B) Providing cleaning services necessary for the recycling or dis-
- posing of an abandoned recreational vehicle, including pest removal,
- 12 drug abatement, asbestos removal or other environmental or hazard-
- ous waste cleanup service; and
- 14 "(C) Any other action associated with the removal or disposal of
 - an abandoned recreational vehicle specified by the Department of
- 16 Transportation by rule.

- 17 "(b) 'Person' includes a person as defined in ORS 174.100 and a
- 18 public body as defined in ORS 174.109.
- 19 "(2) A person that tows, stores or dismantles an abandoned recre-
- 20 ational vehicle at the request of a local government, special district,
- or a state agency may request from the department reimbursement
- of the person's unrecovered costs of disposing of a vehicle. The request
- 23 must be received by the department no later than 60 days following the
- 24 date that an abandoned recreational vehicle is towed.
- 25 "(3) The department may use funds available from the Abandoned
- 26 Recreational Vehicle Account established in section 109 of this 2025
- 27 Act to reimburse a person for up to 100 percent of the requested costs
- 28 of disposing of a vehicle.
- 29 "(4) A person may not receive reimbursement for the costs of dis-
- 30 posing of a vehicle if, as determined by a court, local ordinance or

1 agency rule:

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- 2 "(a) The person is liable for those costs;
- "(b) The costs of disposing of the vehicle are unreasonable or unlawful; or
- 5 "(c) The towing or disposal was unlawful.
- "(5) After consultation with cities and counties, the department may establish a process for requesting reimbursement, set maximum reimbursement rates, distribute aid across the state, aid in the recovery of account expenses or otherwise administer this section.
- "SECTION 111. Sections 108 to 110 of this 2025 Act are repealed on January 2, 2036.
 - "SECTION 112. Any balance in the Abandoned Recreational Vehicle Account that is unexpended and unobligated on the date of repeal of sections 108 to 110 of this 2025 Act by section 111 of this 2025 Act, and all moneys that would have been deposited in the Abandoned Recreational Vehicle Account had sections 108 to 110 of this 2025 Act remained in effect, shall be transferred to and deposited in the State Highway Fund, and are appropriated for expenditure in the manner of other moneys in the State Highway Fund.
- "SECTION 113. Section 114 of this 2025 Act is added to and made a part of the Oregon Vehicle Code.
- "SECTION 114. (1) Each biennium, beginning July 1, 2027, the De-22 partment of Transportation shall adjust the dollar amounts set forth 23 in ORS 803.420 (7)(c)(A), (B), (C) and (D) and 803.645 (4) by the cumu-24 lative change in the Consumer Price Index for All Urban Consumers, 25 West Region (All Items), as published by the Bureau of Labor Statis-26 tics of the United States Department of Labor, or its successor index, 27 since the previous adjustment. The adjustments performed under this 28 subsection shall be rounded to the nearest whole dollar. 29
 - "(2) The adjusted fees under subsection (2) of this section take ef-

- 1 fect on January 1 and apply for the following two years.
- 2 "(3) The Department of Transportation may adopt rules necessary to implement this section.

"SECTION 115. Section 108 of this 2025 Act applies to fees imposed on or after the effective date of this 2025 Act.

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"ROAD USAGE CHARGE

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"SECTION 116. Section 117 of this 2025 Act is added to and made a part of ORS 319.883 to 319.946.

"SECTION 117. The recording, reporting and payment provisions of ORS 319.883 to 319.946 do not apply to a registered owner or lessee voluntarily participating in the per-mile road usage charge program for reporting periods beginning on or after July 1, 2031, until such reporting period, if any, for which the registered owner or lessee is required to participate in the per-mile road usage charge program under ORS 319.883, as amended by sections 120 and 122 of this 2025 Act.

"SECTION 118. Section 117 of this 2025 Act is repealed on January
 2, 2037.

"SECTION 119. ORS 319.890 and section 2, chapter 428, Oregon Laws 2019, are repealed on July 1, 2031.

- **"SECTION 120.** ORS 319.883 is amended to read:
- 23 "319.883. As used in ORS 319.883 to 319.946:
- "(1) 'Delivery vehicle' means a motor vehicle that:
- 25 "(a) Has a gross vehicle weight rating greater than 8,000 pounds and 26 not more than 26,000 pounds;
- 27 "(b) Is operated by a person required to be licensed under ORS 28 825.100;
- "(c) Is used for the delivery of e-commerce property from a fulfillment center to addresses in Oregon; and

"(d) Uses any source of motive power.

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- 2 "(2) 'E-commerce property' means tangible personal property pur-3 chased through electronic commerce.
- "(3)(a) 'Electric delivery vehicle' means a delivery vehicle that uses electricity as its only source of motive power.
- 6 "(b) 'Electric delivery vehicle' does not include any delivery vehicle 7 that is used exclusively to deliver medical goods or supplies.
- 8 "(4) 'Electric vehicle' means a motor vehicle that uses only elec-9 tricity as its source of motive power.
 - "(5) 'Electronic commerce' means engaging in commercial or retail transactions predominantly over the Internet or a computer network, using the Internet as a platform for transacting business or facilitating the use of the Internet by other persons for transacting business, and may be further defined by the Department of Transportation by rule.
 - "(6) 'Fleet of delivery vehicles' or 'fleet' means 10 or more delivery vehicles owned or operated by a person for the purpose of:
 - "(a) Delivering e-commerce property sold or otherwise transferred in the course of the person's own business; or
 - "(b) Delivering, for consideration under an agreement with another person, e-commerce property sold or otherwise transferred in the course of the other person's business.
- "[(1)] (7) 'Fuel taxes' means motor vehicle fuel taxes imposed under ORS 319.010 to 319.430 and taxes imposed on the use of fuel in a motor vehicle under ORS 319.510 to 319.880.
- "[(2)] (8) 'Highway' has the meaning given that term in ORS 801.305.
 - "(9) 'Hybrid electric vehicle' means a motor vehicle that:
- "(a) Is powered by an internal combustion engine in combination
 with one or more electric motors that use energy stored in batteries;
 and

- "(b) Is not recharged from an external electric power source.
- "[(3)] (10) 'Lessee' means a person that leases a motor vehicle that is required to be registered in Oregon.
- "[(4)(a)] (11)(a) 'Motor vehicle' has the meaning given that term in ORS 801.360.
- 6 "(b) 'Motor vehicle' does not mean a motor vehicle designed to travel with 7 fewer than four wheels in contact with the ground.
- 8 "(12) 'Motor vehicle rental company' means a person whose primary
 9 business is renting motor vehicles to consumers under rental agree10 ments for terms of 90 days or less.
- "(13) 'Plug-in hybrid electric vehicle' means a motor vehicle that:
- "(a) Is powered by an electric motor that uses batteries as well as motor vehicle fuel as defined in ORS 319.010 to power an internal combustion engine or other source of propulsion;
 - "(b) Is equipped with an onboard charger; and
- "(c) Is rechargeable from a connection to an external electric power source.
- "[(5)] (14) 'Registered owner' means a person, other than a vehicle dealer that holds a certificate issued under ORS 822.020, that is required to register a motor vehicle in Oregon.
- "[(6)] (15) 'Subject vehicle' means a motor vehicle that: [is the subject of an application approved pursuant to ORS 319.890.]
 - "(a) Is or will be classified as a passenger vehicle by the Department of Transportation and that is:
- 25 "(A) For reporting periods beginning on or after July 1, 2026, an electric vehicle that is not a new electric vehicle;
- 27 "(B) For reporting periods beginning on or after January 1, 2027:
- 28 "(i) A motor vehicle described in subparagraph (A) of this para-29 graph; or
 - "(ii) A new electric vehicle;

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- "(C) For reporting periods beginning on or after July 1, 2027:
- "(i) A motor vehicle described in subparagraph (A) or (B) of this paragraph; or
- "(ii) A hybrid electric vehicle or a plug-in hybrid electric vehicle;
 or
- 6 "(D) For reporting periods beginning before July 1, 2031:
- "(i) A motor vehicle described in subparagraph (A), (B) or (C) of this paragraph; or
- 9 "(ii) The subject of an application approved pursuant to ORS 10 319.890; or
- 11 "(b) For reporting periods beginning on or after July 1, 2028, is an 12 electric delivery vehicle.
- 13 "(16) 'Taxpayer' means:
- "(a) The registered owner of a subject vehicle;
- 15 "(b) The lessee of a subject vehicle; or
- "(c) The owner or operator of an electric delivery vehicle.
- "[(7)] (17) 'Vehicle dealer' means a person engaged in business in this state that is required to obtain a vehicle dealer certificate under ORS 822.005.
- "SECTION 121. The amendments to ORS 319.883 by section 120 of this 2025 Act become operative on July 1, 2026.
- "SECTION 122. ORS 319.883, as amended by section 120 of this 2025 Act, is amended to read:
- 24 "319.883. As used in ORS 319.883 to 319.946:
- "(1) 'Delivery vehicle' means a motor vehicle that:
- 26 "(a) Has a gross vehicle weight rating greater than 8,000 pounds and not 27 more than 26,000 pounds;
- 28 "(b) Is operated by a person required to be licensed under ORS 825.100;
- 29 "(c) Is used for the delivery of e-commerce property from a fulfillment 30 center to addresses in Oregon; and

- "(d) Uses any source of motive power.
- "(2) 'E-commerce property' means tangible personal property purchased through electronic commerce.
- "(3)(a) 'Electric delivery vehicle' means a delivery vehicle that uses electricity as its only source of motive power.
- 6 "(b) 'Electric delivery vehicle' does not include any delivery vehicle that 7 is used exclusively to deliver medical goods or supplies.
- 8 "(4) 'Electric vehicle' means a motor vehicle that uses only electricity as 9 its source of motive power.
- "(5) 'Electronic commerce' means engaging in commercial or retail transactions predominantly over the Internet or a computer network, using the Internet as a platform for transacting business or facilitating the use of the Internet by other persons for transacting business, and may be further defined by the Department of Transportation by rule.
- 15 "(6) 'Fleet of delivery vehicles' or 'fleet' means 10 or more delivery vehi-16 cles owned or operated by a person for the purpose of:
- "(a) Delivering e-commerce property sold or otherwise transferred in the course of the person's own business; or
- "(b) Delivering, for consideration under an agreement with another person, e-commerce property sold or otherwise transferred in the course of the other person's business.
- "(7) 'Fuel taxes' means motor vehicle fuel taxes imposed under ORS 319.010 to 319.430 and taxes imposed on the use of fuel in a motor vehicle under ORS 319.510 to 319.880.
 - "(8) 'Highway' has the meaning given that term in ORS 801.305.
- 26 "(9) 'Hybrid electric vehicle' means a motor vehicle that:
- "(a) Is powered by an internal combustion engine in combination with one or more electric motors that use energy stored in batteries; and
- "(b) Is not recharged from an external electric power source.
- "(10) 'Lessee' means a person that leases a motor vehicle that is required

- 1 to be registered in Oregon.
- "(11)(a) 'Motor vehicle' has the meaning given that term in ORS 801.360.
- 3 "(b) 'Motor vehicle' does not mean a motor vehicle designed to travel with
- 4 fewer than four wheels in contact with the ground.
- 5 "(12) 'Motor vehicle rental company' means a person whose primary
- 6 business is renting motor vehicles to consumers under rental agreements for
- 7 terms of 90 days or less.
- 8 "(13) 'Plug-in hybrid electric vehicle' means a motor vehicle that:
- 9 "(a) Is powered by an electric motor that uses batteries as well as motor
- vehicle fuel as defined in ORS 319.010 to power an internal combustion en-
- 11 gine or other source of propulsion;
- "(b) Is equipped with an onboard charger; and
- "(c) Is rechargeable from a connection to an external electric power source.
- "(14) 'Registered owner' means a person, other than a vehicle dealer that
- 16 holds a certificate issued under ORS 822.020, that is required to register a
- 17 motor vehicle in Oregon.
- "(15) 'Subject vehicle' means a motor vehicle that:
- "(a) Is or will be classified as a passenger vehicle by the Department of
- 20 Transportation and that is:
- "(A) [For reporting periods beginning on or after July 1, 2026,] An electric
- vehicle [that is not a new electric vehicle]; or
- "[(B) For reporting periods beginning on or after January 1, 2027:]
- "[(i) A motor vehicle described in subparagraph (A) of this paragraph; or]
- "[(ii) A new electric vehicle;]
- "[(C) For reporting periods beginning on or after July 1, 2027:]
- "[(i) A motor vehicle described in subparagraph (A) or (B) of this para-
- 28 *graph*; *or*]
- "[(ii)] (**B**) A hybrid electric vehicle or a plug-in hybrid electric vehicle;
- 30 **or**

- "[(D) For reporting periods beginning before July 1, 2031:]
- "[(i) A motor vehicle described in subparagraph (A), (B) or (C) of this paragraph; or]
- 4 "[(ii) The subject of an application approved pursuant to ORS 319.890; or]
- 5 "(b) [For reporting periods beginning on or after July 1, 2028,] Is an elec-6 tric delivery vehicle.
- 7 "(16) 'Taxpayer' means:

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- 8 "(a) The registered owner of a subject vehicle;
- 9 "(b) The lessee of a subject vehicle; or
- "(c) The owner or operator of an electric delivery vehicle.
- "(17) 'Vehicle dealer' means a person engaged in business in this state that is required to obtain a vehicle dealer certificate under ORS 822.005.
 - "SECTION 123. The amendments to ORS 319.883 by section 122 of this 2025 Act become operative on July 1, 2031.
 - **"SECTION 124.** ORS 319.885 is amended to read:
- "319.885. (1)(a) Except as provided in paragraph (b) of this subsection, the registered owner of a subject vehicle shall pay a per-mile road usage charge for metered use by the subject vehicle of the highways in Oregon.
- "(b) During the term of a lease, the lessee of a subject vehicle shall pay the per-mile road usage charge for metered use by the subject vehicle of the highways in Oregon.
- "(2)(a) Except as provided in paragraph (b) of this subsection, the rate of the per-mile road usage charge is five percent of the rate of the pergallon license tax provided in ORS 319.020 [(1)(b)] (3) in effect at the time the charge becomes due.
- "(b) Instead of paying the per-mile rate under paragraph (a) of this section, a registered owner or lessee may elect to pay a flat annual fee of \$340.
- 29 "(3) A subject vehicle is not subject to the additional amount of registration fees imposed under ORS 803.422.

- "SECTION 125. The amendments to ORS 319.885 by section 124 of this 2025 Act become operative on July 1, 2026.
- "SECTION 126. ORS 319.885, as amended by section 124 of this 2025 Act, is amended to read:
- "319.885. (1)(a) Except as provided in paragraph (b) **or** (**c**) of this subsection, the registered owner of a subject vehicle shall pay a per-mile road usage charge for metered use by the subject vehicle of the highways in Oregon.
- "(b) During the term of a lease, the lessee of a subject vehicle shall pay
 the per-mile road usage charge for metered use by the subject vehicle of the
 highways in Oregon.
 - "(c) The owner or operator of a fleet of delivery vehicles shall pay the total amount of the per-mile road usage charge for metered use of the highways in Oregon by all electric delivery vehicles in the owner or operator's fleet.
 - "(2)(a) Except as provided in [paragraph (b)] paragraphs (b) and (c) of this subsection, the rate of the per-mile road usage charge is five percent of the rate of the per-gallon license tax provided in ORS 319.020 (3) in effect at the time the charge becomes due.
 - "(b) Instead of paying the per-mile rate under paragraph (a) of this section, a registered owner or lessee may elect to pay a flat annual fee of \$340.
 - "(c) For an electric delivery vehicle, the rate of the per-mile road usage charge is 10 percent of the rate of the per-gallon license tax provided in ORS 319.020 (3) in effect at the time the charge becomes due.
- "(3) A subject vehicle is not subject to the additional amount of registration fees imposed under ORS 803.422.
- "SECTION 127. The amendments to ORS 319.885 by section 126 of this 2025 Act become operative on July 1, 2028.
- "SECTION 127a. Section 127b of this 2025 Act is added to and made

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- 1 a part of ORS 319.883 to 319.946.
- 2 "SECTION 127b. An agreement between a motor vehicle rental
- 3 company and a consumer for the rental of a subject vehicle may not
- 4 contain a surcharge for the per-mile road usage charge imposed under
- 5 ORS 319.885 that exceeds a reasonable estimate of the company's costs
- 6 in paying the charge with respect to the subject vehicle.
- 7 **"SECTION 128.** ORS 319.910 is amended to read:
- 8 "319.910. (1) The Department of Transportation shall establish by rule
- 9 reporting periods for the road usage charges imposed under ORS 319.885.
- "(2) Reporting periods established under this section may vary according
- to the facts and circumstances applicable to classes of [registered owners,
- 12 lessees | taxpayers and subject vehicles.
- "(3) In establishing reporting periods, the department shall consider:
- "(a) The effort required by [registered owners or lessees] taxpayers to re-
- port metered use and to pay the per-mile road usage charge;
- "(b) The amount of the per-mile road usage charge owed;
- "(c) The cost to the [registered owner or lessee] taxpayer of reporting
- metered use and of paying the per-mile road usage charge;
- "(d) The administrative cost to the department; and
- 20 "(e) Other relevant factors that the department deems important.
- 21 **"SECTION 129.** ORS 319.915 is amended to read:
- 22 "319.915. (1) As used in this section:
- "(a) 'Certified service provider' means an entity that has entered into an
- 24 agreement with the Department of Transportation under ORS 367.806 for re-
- 25 porting metered use by a subject vehicle or for administrative services re-
- 26 lated to the collection of per-mile road usage charges and authorized
- 27 employees of the entity.
- 28 "(b) 'Personally identifiable information' means any information that
- 29 identifies or describes a person, including, but not limited to, the person's
- travel pattern data, per-mile road usage charge account number, address,

- telephone number, electronic mail address, driver license or identification
- 2 card number, registration plate number, information related to a permit
- 3 issued under section 143 of this 2025 Act, photograph, recorded images,
- 4 bank account information and credit card number.
- 5 "(c) 'VIN summary report' means a monthly report by the department or
- 6 a certified service provider that includes a summary of all vehicle identifi-
- 7 cation numbers of subject vehicles and associated total metered use during
- 8 the month. The report may not include location information.
- 9 "(2) Except as provided in subsections (3) and (4) of this section, per-
- sonally identifiable information used for reporting metered use or for ad-
- 11 ministrative services related to the collection of the per-mile road usage
- 12 charge imposed under ORS 319.885 is confidential within the meaning of ORS
- 13 192.355 (9)(a) and is a public record exempt from disclosure under ORS
- 14 192.311 to 192.478.
- "(3)(a) The department, a certified service provider or a contractor for a
- 16 certified service provider may not disclose personally identifiable informa-
- 17 tion used or developed for reporting metered use by a subject vehicle or for
- 18 administrative services related to the collection of per-mile road usage
- 19 charges to any person except:
- 20 "(A) The [registered owner or lessee] taxpayer;
- "(B) A financial institution, for the purpose of collecting per-mile road
- 22 usage charges owed;
- 23 "(C) Employees of the department;
- "(D) A certified service provider;
- 25 "(E) A contractor for a certified service provider, but only to the extent
- 26 the contractor provides services directly related to the certified service
- 27 provider's agreement with the department;
- 28 "(F) An entity expressly approved by the taxpayer to receive the infor-
- 29 mation [by the registered owner or lessee of the subject vehicle]; or
- 30 "(G) A police officer pursuant to a valid court order based on probable

- cause and issued at the request of a federal, state or local law enforcement
- 2 agency in an authorized criminal investigation involving a person to whom
- 3 the requested information pertains.
- 4 "(b) Disclosure under paragraph (a) of this subsection is limited to per-
- 5 sonally identifiable information necessary to the respective recipient's func-
- 6 tion under ORS 319.883 to 319.946.
- 7 "(4)(a) Not later than 30 days after completion of payment processing,
- 8 dispute resolution for a single reporting period or a noncompliance investi-
- 9 gation, whichever is latest, the department and certified service providers
- shall destroy records of the location and daily metered use of subject vehi-
- 11 cles.
- "(b) Notwithstanding paragraph (a) of this subsection:
- 13 "(A) For purposes of traffic management and research, the department and
- 14 certified service providers may retain, aggregate and use information in the
- 15 records after removing personally identifiable information.
- "(B) A certified service provider may retain the records if the [registered
- 17 owner or lessee] taxpayer consents to the retention. Consent under this
- subparagraph does not entitle the department to obtain or use the records
- or the information contained in the records.
- 20 "(C) Monthly summaries of metered use by subject vehicles may be re-
- tained in VIN summary reports by the department and certified service pro-
- 22 viders.
- 23 "(5) The department, in any agreement with a certified service provider,
- 24 shall provide for penalties if the certified service provider violates this sec-
- 25 tion.
- 26 **"SECTION 129a.** ORS 319.915, as amended by section 129 of this 2025
- 27 Act, is amended to read:
- 28 "319.915. (1) As used in this section:
- "(a) 'Certified service provider' means an entity that has entered into an
- 30 agreement with the Department of Transportation under ORS 367.806 for re-

- 1 porting metered use by a subject vehicle or for administrative services re-
- 2 lated to the collection of per-mile road usage charges and authorized
- 3 employees of the entity.
- 4 "(b) 'Personally identifiable information' means any information that
- 5 identifies or describes a person, including, but not limited to, the person's
- 6 travel pattern data, per-mile road usage charge account number, address,
- 7 telephone number, electronic mail address, driver license or identification
- 8 card number, registration plate number, information related to a permit is-
- 9 sued under section 143 of this 2025 Act, photograph, recorded images, bank
- 10 account information and credit card number.
- "(c) 'VIN summary report' means a monthly report by the department or
- 12 a certified service provider that includes a summary of all vehicle identifi-
- 13 cation numbers of subject vehicles and associated total metered use during
- the month. The report may not include location information.
- "(2) Except as provided in subsections (3) and (4) of this section, per-
- sonally identifiable information used for reporting metered use or for ad-
- 17 ministrative services related to the collection of the per-mile road usage
- 18 charge imposed under ORS 319.885 is confidential within the meaning of ORS
- 19 192.355 (9)(a) and is a public record exempt from disclosure under ORS
- 20 192.311 to 192.478.
- 21 "(3)(a) The department, a certified service provider or a contractor for a
- 22 certified service provider may not disclose personally identifiable informa-
- 23 tion used or developed for reporting metered use by a subject vehicle or for
- 24 administrative services related to the collection of per-mile road usage
- 25 charges to any person except:
- 26 "(A) The taxpayer;
- 27 "(B) A financial institution, for the purpose of collecting per-mile road
- 28 usage charges owed;
- 29 "(C) Employees of the department;
- "(D) A certified service provider;

- "(E) A contractor for a certified service provider, but only to the extent the contractor provides services directly related to the certified service provider's agreement with the department;
- "(F) An entity expressly approved by the taxpayer to receive the information; or
- "(G) A police officer pursuant to a valid court order based on probable cause and issued at the request of a federal, state or local law enforcement agency in an authorized criminal investigation involving a person to whom the requested information pertains.
- "(b) Disclosure under paragraph (a) of this subsection is limited to personally identifiable information necessary to the respective recipient's function under ORS 319.883 to 319.946.
 - "(4)(a) Not later than 30 days after completion of payment processing, dispute resolution for a single reporting period or a noncompliance investigation, whichever is latest, the department and certified service providers shall destroy records of the location and daily metered use of subject vehicles.
 - "(b) Notwithstanding paragraph (a) of this subsection:
- "(A) For purposes of traffic management and research, the department and certified service providers may retain, aggregate and use information in the records after removing personally identifiable information.
 - "(B) A certified service provider may retain the records if the taxpayer consents to the retention. Consent under this subparagraph does not entitle the department to obtain or use the records or the information contained in the records.
- "(C) Monthly summaries of metered use by subject vehicles may be retained in VIN summary reports by the department and certified service providers.
- "[(5) The department, in any agreement with a certified service provider, shall provide for penalties if the certified service provider violates this

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- "(5) In any agreement with a certified service provider, the department:
- "(a) May not agree to the certified service provider retaining for administrative costs more than 10 percent of any per-mile road usage charges the certified service provider collects under the agreement; and
- 8 "(b) Shall provide for penalties if the certified service provider vio-9 lates this section.
 - **"SECTION 130.** ORS 319.920 is amended to read:
 - "319.920. (1) On a date determined by the Department of Transportation under ORS 319.910, [the registered owner or lessee of a subject vehicle] a taxpayer shall report the metered use by the taxpayer's subject vehicle and pay to the department the per-mile road usage charge due under ORS 319.885 for the reporting period.
 - "(2) Unless a [registered owner or lessee] **taxpayer** presents evidence in a manner approved by the department by rule that the subject vehicle has been driven outside this state, the department shall assume that all metered use reported represents miles driven by the subject vehicle on the highways in Oregon.
 - **"SECTION 131.** ORS 319.925 is amended to read:
- "319.925. (1) The Department of Transportation shall provide a refund to a [registered owner or lessee] **taxpayer** that has overpaid the per-mile road usage charge imposed under ORS 319.885.
- "(2) The department may provide by rule that the refund under this section be granted as a credit against future per-mile road usage charges incurred by the [registered owner or lessee] taxpayer.
- 28 **"SECTION 132.** ORS 319.930 is amended to read:
- "319.930. (1) A [registered owner or lessee] **taxpayer** that has paid the per-mile road usage charge imposed under ORS 319.885 may apply to the

- 1 Department of Transportation for a refund for metered use of a road,
- 2 thoroughfare or property in private ownership.
- 3 "(2) An application for a refund under this section must be submitted to
- 4 the department within 15 months after the date on which the per-mile road
- 5 usage charge for which a refund is claimed is paid.
- 6 "(3) The application required under this section shall be in a form pre-
- 7 scribed by the department by rule and must include a signed statement by
- 8 the applicant indicating the number of miles for which the refund is claimed.
- "(4) The department may require the applicant for a refund under this section to furnish any information the department considers necessary for processing the application.
- **"SECTION 133.** ORS 803.422 is amended to read:
- "803.422. (1) As used in this section[,]:
- 14 "(a) 'Electric vehicle' means a motor vehicle that uses electricity 15 as its only source of motive power.
- 16 "(b) 'Miles per gallon' or 'MPG' means the distance traveled in a vehicle 17 powered by one gallon of fuel.
- "(2) The Department of Transportation shall determine the combined MPG ratings for each motor vehicle pursuant to a method determined by the department.
- "(3) Except as provided in ORS **319.885 and** 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, \$20.]
- 25 "[(b)] (a) For vehicles that have a **combined** rating of 20-39 MPG, [\$25] 26 \$5.
- "[(c)] (b) For vehicles that have a **combined** rating of 40 MPG or greater, [\$35] **\$15**.
- 29 "[(d)] (c) For electric vehicles, [\$115] \$95.
- "SECTION 134. The amendments to ORS 803.422 by section 133 of

- this 2025 Act become operative on January 1, 2026.
- **"SECTION 135.** ORS 803.422, as amended by section 133 of this 2025 Act,
- 3 is amended to read:
- 4 "803.422. (1) As used in this section,[:]
- 5 "[(a) 'Electric vehicle' means a motor vehicle that uses electricity as its only source of motive power.]
- "[(b)]" imiles per gallon' or 'MPG' means the distance traveled in a vehicle
- 8 powered by one gallon of fuel.
- 9 "(2) The Department of Transportation shall determine the combined 10 MPG ratings for each motor vehicle pursuant to a method determined by the
- 11 department.
- "(3) Except as provided in ORS 319.885 [and 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 combined rating of 20-39 MPG, \$5.
- "(b) For vehicles that have a combined rating of 40 MPG or greater, \$15.
- "[(c) For electric vehicles, \$95.]
- "SECTION 136. The amendments to ORS 803.422 by section 135 of this 2025 Act become operative on July 1, 2031.
- 20 **"SECTION 137.** ORS 803.445 is amended to read:
- 21 "803.445. (1) The governing body of a county may impose registration fees 22 for vehicles as provided in ORS 801.041.
- 23 "(2) The governing body of a district may impose registration fees for vehicles as provided in ORS 801.042.
- "(3) The Department of Transportation shall provide by rule for the administration of laws authorizing county and district registration fees and for the collection of those fees.
- 28 "(4) Any registration fee imposed under this section shall be imposed in 29 a manner consistent with ORS 803.420.
- 30 "(5) A county or district may not impose a vehicle registration fee that

- would by itself, or in combination with any other vehicle registration fee 1 imposed under this section, exceed the sum of the fee imposed under ORS 2 803.420 (6)(a) and the fee applicable to the registered vehicle under ORS 3 803.422. The owner of any vehicle subject to multiple fees under this section 4 shall be allowed a credit or credits with respect to one or more of such fees 5 so that the total of such fees does not exceed the sum of the fee imposed 6 under ORS 803.420 (6)(a) and the fee applicable to the registered vehicle un-7 der ORS 803.422. 8
 - "(6) A subject vehicle exempt under ORS 319.885 (3) from the fees applicable under ORS 803.422 shall remain liable for any amount of vehicle registration fee imposed by a county or a district under this section that would be required if the exemption did not exist. As used in this subsection, 'subject vehicle' has the meaning given that term in ORS 319.883.
 - **"SECTION 138.** ORS 801.041 is amended to read:
 - "801.041. The following apply to the authority granted to counties by ORS 801.040 to establish registration fees for vehicles:
- "(1) An ordinance establishing registration fees under this section must 18 be enacted by the county imposing the registration fee and filed with the 19 Department of Transportation. Notwithstanding ORS 203.055 or any pro-20 vision of a county charter, the governing body of a county with a population 21 of 350,000 or more may enact an ordinance establishing registration fees. The 22 governing body of a county with a population of less than 350,000 may enact 23 an ordinance establishing registration fees after submitting the ordinance to 24 the electors of the county for their approval. The governing body of the 25 county imposing the registration fee shall enter into an intergovernmental 26 agreement under ORS 190.010 with the department by which the department 27 shall collect the registration fees, pay them over to the county and, if nec-28 essary, allow the credit or credits described in ORS 803.445 (5). The inter-29 governmental agreement must state the date on which the department shall 30

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- 1 begin collecting registration fees for the county.
- 2 "(2) The authority granted by this section allows the establishment of
- 3 registration fees in addition to those described in ORS 803.420 and 803.422.
- 4 There is no authority under this section to affect registration periods, qual-
- 5 ifications, cards, plates, requirements or any other provision relating to ve-
- 6 hicle registration under the vehicle code.
- 7 "(3) Except as otherwise provided for in this subsection, when registration
- 8 fees are imposed under this section, they must be imposed on all vehicle
- 9 classes. Registration fees as provided under this section may not be imposed
- on the following:
- "(a) Snowmobiles and Class I all-terrain vehicles.
- 12 "(b) Fixed load vehicles.
- "(c) Vehicles registered under ORS 805.100 to disabled veterans.
- "(d) Vehicles registered as antique vehicles under ORS 805.010.
- 15 "(e) Vehicles registered as vehicles of special interest under ORS 805.020.
- "(f) Government-owned or operated vehicles registered under ORS 805.040
- 17 or 805.045.
- "(g) School buses or school activity vehicles registered under ORS 805.050.
- "(h) Law enforcement undercover vehicles registered under ORS 805.060.
- 20 "(i) Vehicles registered on a proportional basis for interstate operation.
- "(j) Vehicles with a registration weight of 26,001 pounds or more described in ORS 803.420 (14)(a) or (b).
- 23 "(k) Vehicles registered as farm vehicles under the provisions of ORS 24 805.300.
- 25 "(L) Travel trailers, campers and motor homes.
- "(m) Vehicles registered to an employment address as provided in ORS 802.250 when the eligible public employee or household member's residence address is not within the county of the employment address. The department may adopt rules it considers necessary for the administration of this para-
- 30 graph.

- "(n) Vehicles registered under ORS 805.110 to former prisoners of war.
- "(4)(a) Any registration fee imposed by a county must be a fixed amount
- 3 not to exceed, with respect to any vehicle class, the sum of the registration
- 4 fee established under ORS 803.420 (6)(a) and the fee applicable to the regis-
- 5 tered vehicle under ORS 803.422. For vehicles on which a flat fee is imposed
- 6 under ORS 803.420, the fee must be a whole dollar amount.

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- "(b) A subject vehicle exempt under ORS 319.885 (3) from the fees applicable under ORS 803.422 shall remain liable for any amount of vehicle registration fee imposed by a county under this section that would be required if the exemption did not exist. As used in this subsection, 'subject vehicle' has the meaning given that term in ORS 319.883.
- "(5) Moneys from registration fees established under this section must be paid to the county establishing the registration fees as provided in ORS 802.110.
- "(6) Except as provided in ORS 801.044, or unless a different distribution is agreed upon by the county and the cities within the jurisdiction of the county, the county ordinance shall provide for payment of at least 40 percent of the moneys from registration fees established under this section to cities within the county.
- "(7) The moneys for the cities and the county shall be used for any purpose for which moneys from registration fees may be used, including the payment of debt service and costs related to bonds or other obligations issued for such purposes.
- "(8) Two or more counties may act jointly to impose a registration fee under this section. The ordinance of each county acting jointly with another under this subsection must provide for the distribution of moneys collected through a joint registration fee.
- **"SECTION 139.** ORS 801.042 is amended to read:
- 30 "801.042. The following apply to the authority granted to a district by

- 1 ORS 801.040 to establish registration fees for vehicles:
- "(1) Before the governing body of a district can impose a registration fee 2 under this section, it must submit the proposal to the electors of the district 3 for their approval and, if the proposal is approved, enter into an intergov-4 ernmental agreement under ORS 190.010 with the governing bodies of all 5 counties, other districts and cities with populations of over 300,000 that 6 overlap the district. The intergovernmental agreement must state the regis-7 tration fees and, if necessary, how the revenue from the fees shall be appor-8 tioned among counties and the districts. Before the governing body of a 9 county can enter into such an intergovernmental agreement, the county shall 10 consult with the cities in its jurisdiction. 11
 - "(2) If a district raises revenues from a registration fee for purposes related to highways, roads, streets and roadside rest areas, the governing body of that district shall establish a Regional Arterial Fund and shall deposit in the Regional Arterial Fund all such registration fees.
 - "(3) Interest received on moneys credited to the Regional Arterial Fund shall accrue to and become a part of the Regional Arterial Fund.
 - "(4) The Regional Arterial Fund must be administered by the governing body of the district referred to in subsection (2) of this section and such governing body by ordinance may disburse moneys in the Regional Arterial Fund. Moneys within the Regional Arterial Fund may be disbursed only for a program of projects recommended by a joint policy advisory committee on transportation consisting of local officials and state agency representatives designated by the district referred to in subsection (2) of this section. The projects for which the joint policy advisory committee on transportation can recommend funding must concern arterials, collectors or other improvements designated by the joint policy advisory committee on transportation.
 - "(5) Ordinances establishing registration fees under this section must be filed with the Department of Transportation. The governing body of the district imposing the registration fee shall enter into an intergovernmental

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- agreement under ORS 190.010 with the department by which the department
- 2 shall collect the registration fees, pay them over to the district and, if nec-
- 3 essary, allow the credit or credits described in ORS 803.445 (5). The inter-
- 4 governmental agreement must state the date on which the department shall
- 5 begin collecting registration fees for the district.
- 6 "(6) The authority granted by this section allows the establishment of
- 7 registration fees in addition to those described in ORS 803.420 and 803.422.
- 8 There is no authority under this section to affect registration periods, qual-
- 9 ifications, cards, plates, requirements or any other provision relating to ve-
- 10 hicle registration under the vehicle code.
- "(7) Except as otherwise provided for in this subsection, when registration
- 12 fees are imposed under this section, the fees must be imposed on all vehicle
- classes. Registration fees as provided under this section may not be imposed
- 14 on the following:
- 15 "(a) Snowmobiles and Class I all-terrain vehicles.
- 16 "(b) Fixed load vehicles.
- "(c) Vehicles registered under ORS 805.100 to disabled veterans.
- "(d) Vehicles registered as antique vehicles under ORS 805.010.
- "(e) Vehicles registered as vehicles of special interest under ORS 805.020.
- 20 "(f) Government-owned or operated vehicles registered under ORS 805.040
- 21 or 805.045.
- "(g) School buses or school activity vehicles registered under ORS 805.050.
- 23 "(h) Law enforcement undercover vehicles registered under ORS 805.060.
- "(i) Vehicles registered on a proportional basis for interstate operation.
- 25 "(j) Vehicles with a registration weight of 26,001 pounds or more de-
- 26 scribed in ORS 803.420 (14)(a) or (b).
- "(k) Vehicles registered as farm vehicles under the provisions of ORS 805.300.
- 29 "(L) Travel trailers, campers and motor homes.
- "(m) Vehicles registered to an employment address as provided in ORS

- 1 802.250 when the eligible public employee or household member's residence
- 2 address is not within the county of the employment address. The department
- 3 may adopt rules it considers necessary for the administration of this para-
- 4 graph.
- 5 "(n) Vehicles registered under ORS 805.110 to former prisoners of war.
- 6 "(8) Any registration fee imposed by the governing body of a district must
- 7 be a fixed amount not to exceed, with respect to any vehicle class, the reg-
- 8 istration fee established under ORS 803.420 (6)(a) and the fee applicable to
- 9 the registered vehicle under ORS 803.422. For vehicles on which a flat fee
- is imposed under ORS 803.420, the fee must be a whole dollar amount.
- applicable under ORS 803.422 shall remain liable for any amount of vehicle registration fee imposed by a district under this section that

"(9) A subject vehicle exempt under ORS 319.885 (3) from the fees

- would be required if the exemption did not exist. As used in this sub
 - section, 'subject vehicle' has the meaning given that term in ORS
- 16 **319.883.**

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- "SECTION 140. Section 6, chapter 491, Oregon Laws 2019, is amended to
- 18 read:
- "Sec. 6. (1) Notwithstanding ORS 803.445 (5), a metropolitan service dis-
- 20 trict established under ORS chapter 268 may impose a vehicle registration
- 21 fee that does not exceed the sum of the fee imposed under ORS 803.420 (6)(a)
- 22 and the fee applicable to the registered vehicle under ORS 803.422, if the
- 23 vehicle registration fee is approved by the electors of the district before
- 24 December 31, 2022.
- 25 "(2) A subject vehicle exempt under ORS 319.885 (3) from the fees
- 26 applicable under ORS 803.422 shall remain liable for any amount of
- vehicle registration fee imposed by a district under this section that
- would be required if the exemption did not exist. As used in this sec-
- 29 tion, 'subject vehicle' has the meaning given that term in ORS 319.883.
- 30 "SECTION 141. ORS 803.091 is repealed.

- "SECTION 142. Section 143 of this 2025 Act is added to and made a part of ORS 319.883 to 319.946.
- "SECTION 143. (1) As used in this section, 'permit tag' means a tag
 or sticker or other form of identification that the Department of
 Transportation considers appropriate for the purpose of showing compliance with this section.
- "(2) The owner or operator of a fleet of delivery vehicles shall obtain a per-mile road usage permit from the department.
- 9 "(3) The following apply to per-mile road usage permits issued under 10 this section:
 - "(a) Permits issued or renewed under this section may be annual or biennial as determined by the department by rule.
 - "(b) The department shall assign an identification to a fleet of delivery vehicles and, upon payment of appropriate fees, issue permit tags to the fleet owners or operators. The department may establish the use of any appropriate form of identification under this paragraph that the department considers convenient.
 - "(c) The permit tag issued under this section shall be displayed on any delivery vehicle to which it has been assigned by the department.
 - "(d) Application for a per-mile road usage permit under this section shall be in the manner determined by the department by rule.
 - "(e) An owner or operator of a fleet shall maintain records and provide information to the department as required by the department by rule and allow the department to audit the records of the owner or operator and conduct inspections at any reasonable time to determine compliance with this section and payment of the per-mile road usage charge under ORS 319.885.
- "(f) Delivery vehicles shall be added to a fleet and transferred from the fleet according to procedures established by the department by rule.

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- "(g) The delivery vehicles in the fleet shall be marked in compliance with any requirement for vehicle markings the department determines to be necessary for identification of the vehicles.
- "(h) The per-mile road usage permit fee for a delivery vehicle in a fleet that is subject to this section is \$20.
- "(i) The department may schedule the time for payment of per-mile road usage permit fees in any manner convenient to the department or to the fleet owner or operator.
 - "(j) An owner or operator of a fleet shall comply with any rules the department adopts for the permitting of fleets of delivery vehicles under this section.
 - "(k) The department shall establish procedures for the reporting of odometer disclosures for the delivery vehicles in a fleet on a quarterly basis. The reports shall provide any information the department determines by rule to be necessary for the administration of the per-mile road usage charge.
 - "(4) The department shall adopt rules necessary for the administration of this section. The rules may include any provisions that increase the convenience of the administration or of the permitting process under this section.
 - **"SECTION 144.** ORS 319.940 is amended to read:
- "319.940. (1) A person may not intentionally make a false statement in a report or refund application or when supplying other information required under ORS 319.920 or 319.930 or section 143 of this 2025 Act.
- "(2) A person may not intentionally apply for, receive or attempt to receive a refund under ORS 319.925 or 319.930 to which the person is not entitled.
- "(3) A person may not intentionally aid or assist another person to violate any provision of ORS 319.920, 319.925 or 319.930 **or section 143 of this 2025** Act.

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1	"(4) A person who violates any provision of this section commits a Class
2	A violation.
3	"SECTION 145. ORS 815.425 is amended to read:
4	"815.425. (1) A person commits the offense of failure to submit an
5	odometer disclosure if the person is required by ORS 803.102, 803.370, 805.120
6	or 815.415 or section 143 of this 2025 Act to submit an odometer disclosure
7	and the person fails to submit the required odometer disclosure.
8	"(2) The offense described in this section, failure to submit an odometer
9	disclosure, is a Class C misdemeanor.
10	"SECTION 146. (1) The amendments to ORS 319.910, 319.920, 319.925,
11	319.930, 801.041, 801.042 and 803.445 and section 6, chapter 491, Oregon
12	Laws 2019, by sections 128, 130 to 132 and 137 to 140 of this 2025 Act
13	become operative on July 1, 2026.
14	"(2) Section 143 of this 2025 Act and the amendments to ORS 319.915,
15	319.940 and 815.425 by sections 129, 144 and 145 of this 2025 Act become
16	operative on July 1, 2028.
17	"(3) The amendments to ORS 319.915 by section 129a of this 2025 Act
18	become operative on July 1, 2029.
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20	"CAPTIONS
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22	"SECTION 147. The unit and section captions used in this 2025 Act
23	are provided only for the convenience of the reader and do not become
24	part of the statutory law of this state or express any legislative intent
25	in the enactment of this 2025 Act.".