

**REVENUE IMPACT OF
PROPOSED LEGISLATION**
83rd Oregon Legislative Assembly
2026 Regular Session
Legislative Revenue Office

Bill Number: HB 4148 - 7
Revenue Area: Transient Lodging Tax
Economist: Michael Doughty
Date: 02/18/2026

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

Measure Description:

Changes the percent of net local Transient Lodging Tax revenue that must be used for tourism promotion or tourism-related facilities to at least 50 percent. Changes the percent of net local Transient Lodging Tax revenue that may be used for city or county services to no more than 50 percent. Clarifies city or county services include both emergency services and non-emergency services funded by a city, county, or a special district in lieu of a city or county. Allows local Transient Lodging Taxes used for tourism or tourism-related facilities to also fund resiliency grants for small businesses in the restaurant and lodging industries. Clarifies the percent changes may also be used by local governments who had local Transient Lodging Taxes in place on or before July 1, 2003. Makes these changes operative on January 1, 2027. Allows unexpended net revenues to be used in accordance with the changed percents. Makes the unexpended net revenue use change effective on or after the effective date of the bill.

Revenue Impact:

This measure has no direct impact on Transient Lodging Taxes collected for state or local government as it does not change tax rates.

Impact Explanation:

The change in the percent of net local Transient Lodging Tax allowable for city or county services, tourism and tourism-related facilities, and resiliency grants is permissive as it does not require local governments to modify their existing use of tax revenues. The change in how local tax revenues is spent will depend on the decisions of each local government.

Creates, Extends, or Expands Tax Expenditure: Yes No