

HB 4007-23
(LC 255)
2/13/26 (HE/ps)

Requested by Representative EVANS

**PROPOSED AMENDMENTS TO
HOUSE BILL 4007**

1 On page 1 of the printed bill, line 3, delete "646.608," and insert "319.950,
2 367.095, 646.608, 801.041, 801.042,".

3 On page 18, line 34, delete "26" and insert "26a".

4 On page 19, after line 44, insert:

5

“LOCAL REVENUE

7

8 **“SECTION 29.** ORS 319.950 is amended to read:

9 “319.950. [(1) *The governing body of a city, county or other local government*
10 *may enact or amend any charter provision, ordinance, resolution or other pro-*
11 *vision taxing fuel for motor vehicles after submitting the proposed tax to the*
12 *electors of the local government for their approval.]*

13 “(1) Notwithstanding ORS 203.055 or any other provision of law to
14 the contrary, the governing body of a city, county or other local gov-
15 ernment, as defined in ORS 174.116, may impose a tax on, with respect
16 to or measured by motor vehicle fuel, as defined in ORS 319.010,
17 without submitting the proposed tax to the electors of the respective
18 jurisdiction.

19 “(2) The governing body of a local government that imposes a tax on
20 **motor vehicle** fuel [*for motor vehicles*] pursuant to this section may enter
21 into an intergovernmental agreement under ORS 190.010 with the Depart-

1 ment of Transportation pursuant to which the department shall collect and
2 distribute the revenues from the tax.

3 **“SECTION 30.** ORS 801.041 is amended to read:

4 “801.041. The following apply to the authority granted to counties by ORS
5 801.040 to establish registration fees for vehicles:

6 “(1) An ordinance establishing registration fees under this section must
7 be enacted by the county imposing the registration fee and filed with the
8 Department of Transportation. Notwithstanding ORS 203.055 or any pro-
9 vision of a county charter, the governing body of a county [*with a population*
10 *of 350,000 or more*] may enact an ordinance establishing registration fees[. The governing body of a county with a population of less than 350,000 may
11 enact an ordinance establishing registration fees after] **without** submitting
12 the ordinance to the electors of the county for their approval. The governing
13 body of the county imposing the registration fee shall enter into an inter-
14 governmental agreement under ORS 190.010 with the department by which
15 the department shall collect the registration fees, pay them over to the
16 county and, if necessary, allow the credit or credits described in ORS 803.445
17 (5). The intergovernmental agreement must state the date on which the de-
18 partment shall begin collecting registration fees for the county.

19 “(2) The authority granted by this section allows the establishment of
20 registration fees in addition to those described in ORS 803.420 and 803.422.
21 There is no authority under this section to affect registration periods, qual-
22 ifications, cards, plates, requirements or any other provision relating to ve-
23 hicle registration under the vehicle code.

24 “(3) Except as otherwise provided for in this subsection, when registration
25 fees are imposed under this section, they must be imposed on all vehicle
26 classes. Registration fees as provided under this section may not be imposed
27 on the following:

28 “(a) Snowmobiles and Class I all-terrain vehicles.

29 “(b) Fixed load vehicles.

1 “(c) Vehicles registered under ORS 805.100 to disabled veterans.

2 “(d) Vehicles registered as antique vehicles under ORS 805.010.

3 “(e) Vehicles registered as vehicles of special interest under ORS 805.020.

4 “(f) Government-owned or operated vehicles registered under ORS 805.040
5 or 805.045.

6 “(g) School buses or school activity vehicles registered under ORS 805.050.

7 “(h) Law enforcement undercover vehicles registered under ORS 805.060.

8 “(i) Vehicles registered on a proportional basis for interstate operation.

9 “(j) Vehicles with a registration weight of 26,001 pounds or more de-
10 scribed in ORS 803.420 (14)(a) or (b).

11 “(k) Vehicles registered as farm vehicles under the provisions of ORS
12 805.300.

13 “(L) Travel trailers, campers and motor homes.

14 “(m) Vehicles registered to an employment address as provided in ORS
15 802.250 when the eligible public employee or household member's residence
16 address is not within the county of the employment address. The department
17 may adopt rules it considers necessary for the administration of this para-
18 graph.

19 “(n) Vehicles registered under ORS 805.110 to former prisoners of war.

20 “(4) Any registration fee imposed by a county must be a fixed amount not
21 to exceed, with respect to any vehicle class, the sum of the registration fee
22 established under ORS 803.420 (6)(a) and the fee applicable to the registered
23 vehicle under ORS 803.422. For vehicles on which a flat fee is imposed under
24 ORS 803.420, the fee must be a whole dollar amount.

25 “(5) Moneys from registration fees established under this section must be
26 paid to the county establishing the registration fees as provided in ORS
27 802.110.

28 “(6) Except as provided in ORS 801.044, or unless a different distribution
29 is agreed upon by the county and the cities within the jurisdiction of the
30 county, the county ordinance shall provide for payment of at least 40 percent

1 of the moneys from registration fees established under this section to cities
2 within the county.

3 “(7) The moneys for the cities and the county shall be used for any pur-
4 pose for which moneys from registration fees may be used, including the
5 payment of debt service and costs related to bonds or other obligations is-
6 sued for such purposes.

7 “(8) Two or more counties may act jointly to impose a registration fee
8 under this section. The ordinance of each county acting jointly with another
9 under this subsection must provide for the distribution of moneys collected
10 through a joint registration fee.

11 **“SECTION 31.** ORS 801.041, as amended by section 50, chapter 1, Oregon
12 Laws 2025 (special session), is amended to read:

13 “801.041. The following apply to the authority granted to counties by ORS
14 801.040 to establish registration fees for vehicles:

15 “(1) An ordinance establishing registration fees under this section must
16 be enacted by the county imposing the registration fee and filed with the
17 Department of Transportation. Notwithstanding ORS 203.055 or any pro-
18 vision of a county charter, the governing body of a county [*with a population*
19 *of 350,000 or more*] may enact an ordinance establishing registration fees[. The governing body of a county with a population of less than 350,000 may
21 enact an ordinance establishing registration fees after] **without** submitting
22 the ordinance to the electors of the county for their approval. The governing
23 body of the county imposing the registration fee shall enter into an inter-
24 governmental agreement under ORS 190.010 with the department by which
25 the department shall collect the registration fees, pay them over to the
26 county and, if necessary, allow the credit or credits described in ORS 803.445
27 (5). The intergovernmental agreement must state the date on which the de-
28 partment shall begin collecting registration fees for the county.

29 “(2) The authority granted by this section allows the establishment of
30 registration fees in addition to those described in ORS 803.420 and 803.422.

1 There is no authority under this section to affect registration periods, qual-
2 ifications, cards, plates, requirements or any other provision relating to ve-
3 hicle registration under the vehicle code.

4 “(3) Except as otherwise provided for in this subsection, when registration
5 fees are imposed under this section, they must be imposed on all vehicle
6 classes. Registration fees as provided under this section may not be imposed
7 on the following:

8 “(a) Snowmobiles and Class I all-terrain vehicles.

9 “(b) Fixed load vehicles.

10 “(c) Vehicles registered under ORS 805.100 to disabled veterans.

11 “(d) Vehicles registered as antique vehicles under ORS 805.010.

12 “(e) Vehicles registered as vehicles of special interest under ORS 805.020.

13 “(f) Government-owned or operated vehicles registered under ORS 805.040
14 or 805.045.

15 “(g) School buses or school activity vehicles registered under ORS 805.050.

16 “(h) Law enforcement undercover vehicles registered under ORS 805.060.

17 “(i) Vehicles registered on a proportional basis for interstate operation.

18 “(j) Vehicles with a registration weight of 26,001 pounds or more de-
19 scribed in ORS 803.420 (14)(a) or (b).

20 “(k) Vehicles registered as farm vehicles under the provisions of ORS
21 805.300.

22 “(L) Travel trailers, campers and motor homes.

23 “(m) Vehicles registered to an employment address as provided in ORS
24 802.250 when the eligible public employee or household member’s residence
25 address is not within the county of the employment address. The department
26 may adopt rules it considers necessary for the administration of this para-
27 graph.

28 “(n) Vehicles registered under ORS 805.110 to former prisoners of war.

29 “(4)(a) Any registration fee imposed by a county must be a fixed amount
30 not to exceed, with respect to any vehicle class, the sum of the registration

1 fee established under ORS 803.420 (6)(a) and the fee applicable to the regis-
2 tered vehicle under ORS 803.422. For vehicles on which a flat fee is imposed
3 under ORS 803.420, the fee must be a whole dollar amount.

4 “(b) A subject vehicle exempt under ORS 319.885 from the fees imposed
5 under ORS 803.422 shall remain liable for any amount of vehicle registration
6 fee imposed by a county under this section that would be required if the
7 exemption did not exist. As used in this subsection, ‘subject vehicle’ has the
8 meaning given that term in ORS 319.883.

9 “(5) Moneys from registration fees established under this section must be
10 paid to the county establishing the registration fees as provided in ORS
11 802.110.

12 “(6) Except as provided in ORS 801.044, or unless a different distribution
13 is agreed upon by the county and the cities within the jurisdiction of the
14 county, the county ordinance shall provide for payment of at least 40 percent
15 of the moneys from registration fees established under this section to cities
16 within the county.

17 “(7) The moneys for the cities and the county shall be used for any pur-
18 pose for which moneys from registration fees may be used, including the
19 payment of debt service and costs related to bonds or other obligations is-
20 sued for such purposes.

21 “(8) Two or more counties may act jointly to impose a registration fee
22 under this section. The ordinance of each county acting jointly with another
23 under this subsection must provide for the distribution of moneys collected
24 through a joint registration fee.

25 **“SECTION 32.** ORS 801.042 is amended to read:

26 “801.042. The following apply to the authority granted to a district by
27 ORS 801.040 to establish registration fees for vehicles:

28 **“(1) The governing body of a special district may impose a vehicle**
29 **registration fee without submitting the proposal to the electors.** Before
30 the governing body of a district [can] **may** impose a registration fee under

1 this section, it must [*submit the proposal to the electors of the district for their*
2 *approval and, if the proposal is approved,*] enter into an intergovernmental
3 agreement under ORS 190.010 with the governing bodies of all counties, other
4 districts and cities with populations of over 300,000 that overlap the district.
5 The intergovernmental agreement must state the registration fees and, if
6 necessary, how the revenue from the fees shall be apportioned among coun-
7 ties and the districts. Before the governing body of a county can enter into
8 such an intergovernmental agreement, the county shall consult with the
9 cities in its jurisdiction.

10 “(2) If a district raises revenues from a registration fee for purposes re-
11 lated to highways, roads, streets and roadside rest areas, the governing body
12 of that district shall establish a Regional Arterial Fund and shall deposit in
13 the Regional Arterial Fund all such registration fees.

14 “(3) Interest received on moneys credited to the Regional Arterial Fund
15 shall accrue to and become a part of the Regional Arterial Fund.

16 “(4) The Regional Arterial Fund must be administered by the governing
17 body of the district referred to in subsection (2) of this section and such
18 governing body by ordinance may disburse moneys in the Regional Arterial
19 Fund. Moneys within the Regional Arterial Fund may be disbursed only for
20 a program of projects recommended by a joint policy advisory committee on
21 transportation consisting of local officials and state agency representatives
22 designated by the district referred to in subsection (2) of this section. The
23 projects for which the joint policy advisory committee on transportation can
24 recommend funding must concern arterials, collectors or other improvements
25 designated by the joint policy advisory committee on transportation.

26 “(5) Ordinances establishing registration fees under this section must be
27 filed with the Department of Transportation. The governing body of the dis-
28 trict imposing the registration fee shall enter into an intergovernmental
29 agreement under ORS 190.010 with the department by which the department
30 shall collect the registration fees, pay them over to the district and, if nec-

1 essary, allow the credit or credits described in ORS 803.445 (5). The inter-
2 governmental agreement must state the date on which the department shall
3 begin collecting registration fees for the district.

4 “(6) The authority granted by this section allows the establishment of
5 registration fees in addition to those described in ORS 803.420 and 803.422.
6 There is no authority under this section to affect registration periods, qual-
7 ifications, cards, plates, requirements or any other provision relating to ve-
8 hicle registration under the vehicle code.

9 “(7) Except as otherwise provided for in this subsection, when registration
10 fees are imposed under this section, the fees must be imposed on all vehicle
11 classes. Registration fees as provided under this section may not be imposed
12 on the following:

13 “(a) Snowmobiles and Class I all-terrain vehicles.

14 “(b) Fixed load vehicles.

15 “(c) Vehicles registered under ORS 805.100 to disabled veterans.

16 “(d) Vehicles registered as antique vehicles under ORS 805.010.

17 “(e) Vehicles registered as vehicles of special interest under ORS 805.020.

18 “(f) Government-owned or operated vehicles registered under ORS 805.040
19 or 805.045.

20 “(g) School buses or school activity vehicles registered under ORS 805.050.

21 “(h) Law enforcement undercover vehicles registered under ORS 805.060.

22 “(i) Vehicles registered on a proportional basis for interstate operation.

23 “(j) Vehicles with a registration weight of 26,001 pounds or more de-
24 scribed in ORS 803.420 (14)(a) or (b).

25 “(k) Vehicles registered as farm vehicles under the provisions of ORS
26 805.300.

27 “(L) Travel trailers, campers and motor homes.

28 “(m) Vehicles registered to an employment address as provided in ORS
29 802.250 when the eligible public employee or household member's residence
30 address is not within the county of the employment address. The department

1 may adopt rules it considers necessary for the administration of this para-
2 graph.

3 “(n) Vehicles registered under ORS 805.110 to former prisoners of war.

4 “(8) Any registration fee imposed by the governing body of a district must
5 be a fixed amount not to exceed, with respect to any vehicle class, the reg-
6 istration fee established under ORS 803.420 (6)(a) and the fee applicable to
7 the registered vehicle under ORS 803.422. For vehicles on which a flat fee
8 is imposed under ORS 803.420, the fee must be a whole dollar amount.

9 **“SECTION 33.** ORS 801.042, as amended by section 51, chapter 1, Oregon
10 Laws 2025 (special session), is amended to read:

11 “801.042. The following apply to the authority granted to a district by
12 ORS 801.040 to establish registration fees for vehicles:

13 **“(1) The governing body of a special district may impose a vehicle**
14 **registration fee without submitting the proposal to the electors.** Before
15 the governing body of a district [can] **may** impose a registration fee under
16 this section, it must [submit the proposal to the electors of the district for their
17 approval and, if the proposal is approved,] enter into an intergovernmental
18 agreement under ORS 190.010 with the governing bodies of all counties, other
19 districts and cities with populations of over 300,000 that overlap the district.
20 The intergovernmental agreement must state the registration fees and, if
21 necessary, how the revenue from the fees shall be apportioned among coun-
22 ties and the districts. Before the governing body of a county can enter into
23 such an intergovernmental agreement, the county shall consult with the
24 cities in its jurisdiction.

25 “(2) If a district raises revenues from a registration fee for purposes re-
26 lated to highways, roads, streets and roadside rest areas, the governing body
27 of that district shall establish a Regional Arterial Fund and shall deposit in
28 the Regional Arterial Fund all such registration fees.

29 “(3) Interest received on moneys credited to the Regional Arterial Fund
30 shall accrue to and become a part of the Regional Arterial Fund.

1 “(4) The Regional Arterial Fund must be administered by the governing
2 body of the district referred to in subsection (2) of this section and such
3 governing body by ordinance may disburse moneys in the Regional Arterial
4 Fund. Moneys within the Regional Arterial Fund may be disbursed only for
5 a program of projects recommended by a joint policy advisory committee on
6 transportation consisting of local officials and state agency representatives
7 designated by the district referred to in subsection (2) of this section. The
8 projects for which the joint policy advisory committee on transportation can
9 recommend funding must concern arterials, collectors or other improvements
10 designated by the joint policy advisory committee on transportation.

11 “(5) Ordinances establishing registration fees under this section must be
12 filed with the Department of Transportation. The governing body of the dis-
13 trict imposing the registration fee shall enter into an intergovernmental
14 agreement under ORS 190.010 with the department by which the department
15 shall collect the registration fees, pay them over to the district and, if nec-
16 essary, allow the credit or credits described in ORS 803.445 (5). The inter-
17 governmental agreement must state the date on which the department shall
18 begin collecting registration fees for the district.

19 “(6) The authority granted by this section allows the establishment of
20 registration fees in addition to those described in ORS 803.420 and 803.422.
21 There is no authority under this section to affect registration periods, qual-
22 ifications, cards, plates, requirements or any other provision relating to ve-
23 hicle registration under the vehicle code.

24 “(7) Except as otherwise provided for in this subsection, when registration
25 fees are imposed under this section, the fees must be imposed on all vehicle
26 classes. Registration fees as provided under this section may not be imposed
27 on the following:

28 “(a) Snowmobiles and Class I all-terrain vehicles.

29 “(b) Fixed load vehicles.

30 “(c) Vehicles registered under ORS 805.100 to disabled veterans.

1 “(d) Vehicles registered as antique vehicles under ORS 805.010.
2 “(e) Vehicles registered as vehicles of special interest under ORS 805.020.
3 “(f) Government-owned or operated vehicles registered under ORS 805.040
4 or 805.045.

5 “(g) School buses or school activity vehicles registered under ORS 805.050.
6 “(h) Law enforcement undercover vehicles registered under ORS 805.060.
7 “(i) Vehicles registered on a proportional basis for interstate operation.
8 “(j) Vehicles with a registration weight of 26,001 pounds or more de-
9 scribed in ORS 803.420 (14)(a) or (b).

10 “(k) Vehicles registered as farm vehicles under the provisions of ORS
11 805.300.

12 “(L) Travel trailers, campers and motor homes.

13 “(m) Vehicles registered to an employment address as provided in ORS
14 802.250 when the eligible public employee or household member’s residence
15 address is not within the county of the employment address. The department
16 may adopt rules it considers necessary for the administration of this para-
17 graph.

18 “(n) Vehicles registered under ORS 805.110 to former prisoners of war.

19 “(8) Any registration fee imposed by the governing body of a district must
20 be a fixed amount not to exceed, with respect to any vehicle class, the reg-
21 istration fee established under ORS 803.420 (6)(a) and the fee applicable to
22 the registered vehicle under ORS 803.422. For vehicles on which a flat fee
23 is imposed under ORS 803.420, the fee must be a whole dollar amount.

24 “(9) A subject vehicle exempt under ORS 319.885 from the fees imposed
25 under ORS 803.422 shall remain liable for any amount of vehicle registration
26 fee imposed by a district under this section that would be required if the
27 exemption did not exist. As used in this subsection, ‘subject vehicle’ has the
28 meaning given that term in ORS 319.883.

29
30 **“DISTRIBUTION OF REVENUE FROM HOUSE BILL 2017 (2017)**

1 **“SECTION 34.** ORS 367.095, as amended by section 55, chapter 1, Oregon
2 Laws 2025 (special session), is amended to read:

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

5 “(a) The amount attributable to the increase in tax rates by section 45,
6 chapter 750, Oregon Laws 2017, and the amendments to ORS 319.020 and
7 319.530 by sections 40 to 43, chapter 750, Oregon Laws 2017.

8 “(b) The amount attributable to the vehicle registration and title fees
9 imposed under ORS 803.091 and 803.422.

10 “(c) The amount attributable to the increase in taxes and fees by the
11 amendments to ORS 803.420, 803.645, 818.225, 825.476, 825.480 and 826.023 by
12 sections 34, 35, 48, 49, 51, 52, 63, 64, 66, 67 and 70, chapter 750, Oregon Laws
13 2017.

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

16 “(a)[(A)] \$30 million per year shall be used to pay for:

17 “[(i)] **(A)** The Interstate 5 Rose Quarter Project;

18 “[(ii)] **(B)** The Interstate 205 Improvements: Stafford Road to Oregon
19 Route 213 Project; and

20 “[(iii)] **(C)** The Interstate 5 Boone Bridge and Seismic Improvement
21 Project.

22 “[(B)] **(b)** The amount described in *[subparagraph (A) of this paragraph]*
23 **paragraph (a) of this subsection** shall be used to pay for costs, including
24 project costs on a current basis and paying for debt service on bonds issued
25 to finance the projects, only until the later of the date on which the projects
26 are completed or on which all bonds issued to fund the projects have been
27 repaid. Any remaining moneys shall be distributed as described in sub-
28 section (3) of this section.

29 “[(b)] *\$15 million per year shall be deposited into the Safe Routes to Schools*
30 *Fund for the purpose of providing Safe Routes to Schools matching grants*

1 under ORS 184.742. The remainder of the moneys shall be distributed as de-
2 scribed in subsection (3) of this section.]

3 “(3) The moneys described in subsection (1) of this section that remain
4 after the allocation of moneys described in subsection (2) of this section shall
5 be allocated [as follows] **in the following order and for the following**
6 **purposes:**

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

8 “(b) **\$15 million per year shall be deposited into the Safe Routes to**
9 **Schools Fund for the purpose of providing Safe Routes to Schools**
10 **matching grants under ORS 184.742. The remainder of the moneys**
11 **shall be distributed as described in paragraph (c) of this subsection.**

12 “(c) **Of the remaining balance:**

13 “[b] (A) [30] **60** percent to counties for distribution as provided in ORS
14 366.762.

15 “[c] (B) [20] **40** percent to cities for distribution as provided in ORS
16 366.800.

17 “(4) The moneys described in subsection (3)(a) of this section or equiv-
18 alent amounts that become available to the Department of Transportation
19 shall be allocated as follows:

20 “(a) \$10 million for safety.

21 “(b) Of the remaining balance:

22 “(A) Forty percent for bridges.

23 “(B) Thirty percent for seismic improvements related to highways and
24 bridges.

25 “(C) Twenty-four percent for state highway pavement preservation and
26 culverts.

27 “(D) Six percent for state highway maintenance and safety
28 improvements.”

29 On page 20, line 3, delete “29” and insert “35”.
30 _____