

Program #72008B - FRM Motor Vehicle Tax

3/4/2020

Department: County Management **Program Contact:** Eric Arellano
Program Offer Type: Innovative/New Program **Program Offer Stage:** As Requested
Related Programs:
Program Characteristics: One-Time-Only Request, Out of Target

Executive Summary

FRM Motor Vehicle Tax Program focuses on the administration and enforcement of the Motor Vehicle Rental Tax (MVRT) charged on the rental of cars and light trucks within the County. The program also addresses possible code changes being considered to generate additional revenue for the General Fund.

Program Summary

The Motor Vehicle Rental Tax (MVRT) is charged on the rental of cars and light trucks within the County. It is currently set at a rate of 17% of rental fees. A portion of the tax (2.5%) is passed through to the Visitors Development Fund to support tourist activities. The Treasury staff currently collects and records tax collections. This program will provide additional audit capacity and will focus on identifying taxpayers who potentially should be paying the tax. A limited duration Senior Finance Specialist dedicated to the Motor Vehicle Rental Tax would work to recover its costs in new, ongoing revenue.

Performance Measures

Measure Type	Primary Measure	FY19 Actual	FY20 Budgeted	FY20 Estimate	FY21 Offer
Output	Delinquent accounts discovered and collected through audit	N/A	3	N/A	5
Outcome	Recover costs of program with new, ongoing revenue	N/A	100%	N/A	100%

Performance Measures Descriptions

Legal / Contractual Obligation

Oregon Revised Statutes ORS 294 and 295 (primarily ORS 294.035), Multnomah County Code Chapter 12 (BIT) and Chapter 11.

Revenue/Expense Detail

	Adopted General Fund	Adopted Other Funds	Requested General Fund	Requested Other Funds
Program Expenses	2020	2020	2021	2021
Personnel	\$140,498	\$0	\$148,922	\$0
Materials & Supplies	\$9,760	\$0	\$9,760	\$0
Total GF/non-GF	\$150,258	\$0	\$158,682	\$0
Program Total:	\$150,258		\$158,682	
Program FTE	0.00	0.00	0.00	0.00

Program Revenues				
Taxes	\$150,258	\$0	\$158,682	\$0
Total Revenue	\$150,258	\$0	\$158,682	\$0

Explanation of Revenues

This program is supported by additional Motor Vehicle Rental Tax Revenues.

Significant Program Changes

Last Year this program was: FY 2020: 72008B-20 FRM Motor Vehicle Tax