



Program #72008B - FRM Motor Vehicle Tax FY 2026 Department Requested

Department: County Management **Program Contact:** Eric Arellano
Program Offer Type: Operating **Program Offer Stage:** Department Requested
Related Programs: 72008A
Program Characteristics:

Program Description

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 Visitor Development Fund to support regional tourist activities.

Treasury staff currently collects and records tax collections. This program provides additional audit capacity, tax code enforcement, and has a focus on identifying new taxpayers to maintain tax equity. The program also enhances collection methods, tax forms, tax guidance materials, and provides enhanced support to taxpayers. This program funds a Senior Finance Specialist dedicated to the Motor Vehicle Rental Tax.

Factors like revenue generation, reduction in noncompliance, number of audits and reduction in delinquency will be assessed to determine the program effectiveness.

Performance Measures

Measure Type	Performance Measure	FY24 Actual	FY25 Budgeted	FY25 Estimate	FY26 Target
Output	Delinquent or noncompliant accounts discovered and collected through audit*	7	3	3	3
Outcome	Recover costs of program with new, ongoing revenue**	100%	100%	100%	100%
Output	Provide enhanced tax guidance materials and direct taxpayer support***	1	1	1	1

Performance Measures Descriptions

*This reflects the total number of accounts identified through audit to be delinquent and non-compliant. Identifying delinquent/noncompliance accounts timely helps ensure they are corrected and adhere to the County tax code.
 ** Annual tax receipts collected through audit exceed the cost of the program
 *** 1=achieved; 0=not achieved.

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	Department Requested General Fund	Department Requested Other Funds
Program Expenses	2025	2025	2026	2026
Personnel	\$167,136	\$0	\$178,973	\$0
Materials & Supplies	\$14,116	\$0	\$14,116	\$0
Total GF/non-GF	\$181,252	\$0	\$193,089	\$0
Program Total:	\$181,252		\$193,089	
Program FTE	1.00	0.00	1.00	0.00

Program Revenues				
Total Revenue	\$0	\$0	\$0	\$0

Explanation of Revenues

This program is supported by the General Fund.

Significant Program Changes

Last Year this program was: FY 2025: 72008B FRM Motor Vehicle Tax