



Transportation Reinvestment Package (TRIP)

**2025 Legislative Session
April Update**

Government Relations

Transportation - Session Priority

- Legislative Leaders identified transportation funding as a key priority for the 2025 Session
- The Co-Chairs and Vice -Chairs of the Joint Committee on Transportation have worked for months to develop a package framework
- On April 3, the Co -Chairs released the framework



Transportation ReInvestment Package

TRIP framework consists of new revenues and funding:

- Fuels Tax, weight-mile tax, and fee increases
- Road User Charge
- New Vehicle Purchase Tax
- Payroll Tax increase for transit
- Other various taxes and fees



Fuels Tax Increases



Total of \$0.20 in new fuels tax

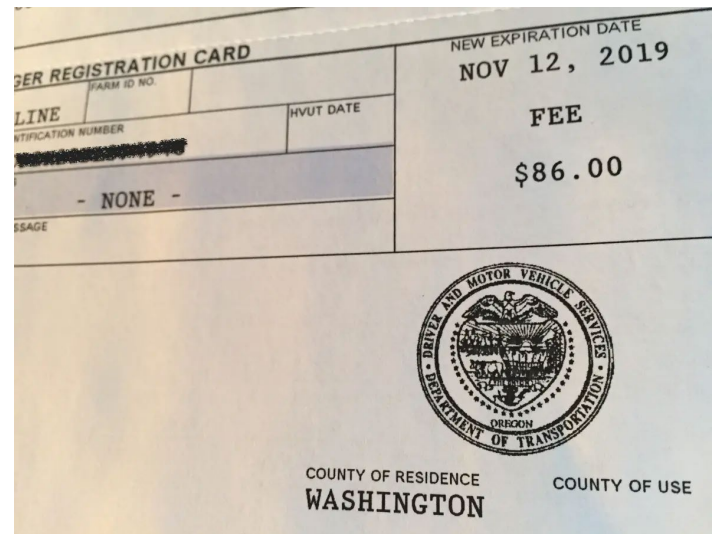
- 2026: Increase \$0.08 per gallon
- 2028: Increase \$0.04 per gallon
- 2030: Increase \$0.04 per gallon
- 2032: Increase \$0.04 per gallon

Indexed to inflation going forward



DMV Fee Increases & Weight -Mile

- \$66 increase to vehicle registration fee
- \$90 increase to vehicle title fee
- Increase of about 17% to weight -mile tax for heavy vehicles (trucks)



DRIVER REGISTRATION CARD

NEW EXPIRATION DATE
NOV 12, 2019

FEE
\$86.00

LINE
IDENTIFICATION NUMBER
- NONE -

MESSAGE

SEAL: DRIVER AND MOTOR VEHICLE SERVICES, OREGON, DEPARTMENT OF TRANSPORTATION

COUNTY OF RESIDENCE
WASHINGTON

COUNTY OF USE



New “One -Time System Use Fee”

- 1% fee of vehicle sales price on all vehicles at time of purchase
- Estimated to raise nearly \$500 million
- New revenue stream
- Oregon said to be one of a few states w/o this tax



Road User Charge (RUC) - Light Vehicles



- Enroll in RUC program or pay flat fee
- Rolling deadline starting in 2026 for EVs and Hybrids
- By 2030, include 30 MPG+
- Enrollees do not pay higher registration fee rate



Road User Charge - Medium Vehicles

- Mandatory RUC for delivery fleets
- 10+ medium duty vehicles (10,000 to 26,000 lbs)
- Mileage rates TBD
- Lower reg fees



Transit - STIF and Payroll Tax



- Current payroll tax for STIF is 0.1% of employee's earnings
- Increase by 0.08% to 0.18%
- Expected to raise additional \$270 million/biennium
- Transit Association reaction



Misc. Taxes and Fees

- Increase Bike Tax to \$24.50
- Tire Tax of 3% sales price
- Increase vehicle privilege tax
- Reclassify diesel as vehicle fuel
- Highway Cost Allocation



Funding Goals

- \$1.9 billion per biennium to State Highway Fund
- 50/30/20 preserved (Counties total share is \$510m)
- System Use Fee helps pay for megaprojects
- ?? for Great Streets and Safe Routes to Schools
- RUC will create path to sustainable revenue
- Various benefits of misc. taxes



Next Steps and Questions

- Framework will be developed into a House Bill
- Joint Committee continues to vet framework
- Finalizing package and vote count
- Sticking Points

Questions?

