

Program #72008B - FRM Motor Vehicle Tax

6/25/2019

Department:County ManagementProgram Contact:Eric ArellanoProgram Offer Type:Innovative/New ProgramProgram Offer Stage:As Adopted

Related Programs:

Program Characteristics: One-Time-Only Request

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	FY18 Actual	FY19 Purchased	FY19 Estimate	FY20 Offer				
Output	Delinquent accounts discovered and collected through audit	NA	NA	NA	3				
Outcome	Recover costs of program with new, ongoing revenue	NA	NA	NA	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

	Proposed General Fund	Proposed Other Funds	Proposed General Fund	Proposed Other Funds	
Program Expenses	2019	2019	2020	2020	
Personnel	\$0	\$0	\$140,498	\$0	
Materials & Supplies	\$0	\$0	\$9,760	\$0	
Total GF/non-GF	\$0	\$0	\$150,258	\$0	
Program Total:	\$0		\$150,258		
Program FTE	0.00	0.00	0.00	0.00	

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

Explanation of Revenues

This program is supported by additional Motor Vehicle Tax Revenues.

Significant Program Changes

Last Year this program was: