

## Subject motor & urban transportation and log hauling to the public utility tax rate of 3.852%

**Description** This proposal would subject the gross income received for motor & urban transportation and log transportation to the public utility tax (PUT) at the rate of 3.852%.

**Current Law** The following PUT rates apply:

- Motor Transportation: 1.926%
- Urban Transportation: 0.642%
- Log Transportation: 1.3696%

Raising these rates to 3.852% would put them on par with the PUT rate for Sewerage Collection and Gas Distribution, while remaining lower than the rates for Power Distribution (3.873%) and Water Distribution (5.029%).

**Revenue Impact** General Fund Impacts (\$ millions):

# of Impacted Taxpayers	FY 2016	FY 2017	2015-17 Biennium	FY 2018	FY 2019	2017-19 Biennium
7,800	\$ -	\$ 51.9	\$ 51.9	\$ 57.9	\$ 59.0	\$ 116.9

Notes:

- Estimates assume a July 1, 2016 effective date, representing 11 months of collections for FY 2017.
- Estimates reflect the November 2015 Economic & Revenue Forecast Council revenue forecast.

**Expenditure Impact**

FY 2016	FY 2017	2015-17 Biennium	FY 2018	FY 2019	2017-19 Biennium
\$ 92,200	\$ 7,600	\$ 89,800	\$ -	\$ -	\$ -