

BILL SUMMARY
1st Session of the 60th Legislature

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| Bill No.: | HB 2758 |
| Version: | CCS |
| Request Number: | 13823 |
| Author: | Rep. Caldwell (Trey) |
| Date: | 5/27/2025 |
| Impact: | Please see previous summary of this measure |

Research Analysis

The conference committee substitute to HB 2758 creates the Preserving and Advancing County Transportation Fund (PACT Fund) for the purpose of constructing and maintaining the county highway system. The measure reduces the percentage of the gross production tax on natural gas that is deposited into the general revenue and allocates a certain percentage to the PACT Fund beginning July 1, 2025.

Allocations of the gross production tax on natural gas are as follows:

- 40 percent into the PACT Fund up to \$75 million;
- 10 percent to counties and school districts;
- 40 percent into the General Revenue Fund up to the moving five-year average; and
- Any amount exceeding the moving five-year average is to be allocated to the Revenue Stabilization Fund.

Additionally, the measure requires the money deposited into the PACT Fund to be allocated as follows:

- Two-thirds to be allocated to counties based on their per county mile highway construction and maintenance ratio. The measure sets the target ratio at \$4,000 per county road mile and money will be allocated to counties with the lowest ratio first until all counties reach the target ratio. Any remaining funds from the two-thirds allocated are to be given to counties based on number of county road miles and county bridges; and
- One-third to be allocated to counties for the reconstruction of county bridges on the portion of the county highway system defined as a major collector route. Counties must submit project proposals to ODOT for evaluation against certain criteria as laid out in the measure.

Prepared By: Keana Swadley

Fiscal Analysis

The measure is currently under review and impact information will be completed.

Prepared By: House Fiscal Staff

Other Considerations

None.

