

## Legislative Fiscal Office

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## Joint Committee on Ways and Means

Sen. Richard Devlin, Senate Co-Chair  
Rep. Nancy Nathanson, House Co-Chair

Sen. Betsy Johnson, Senate Co-Vice Chair  
Sen. Jackie Winters, Senate Co-Vice Chair  
Rep. Dan Rayfield, House Co-Vice Chair  
Rep. Greg Smith, House Co-Vice Chair

**To:** Capital Construction Subcommittee  
**From:** Gregory Jolivette, Legislative Fiscal Office  
**Date:** July 2, 2017  
**Subject:** HB 5045: Work Session Recommendations

HB 5045 provides the expenditure limitation needed to begin implementation of the Transportation Funding Package (HB 2017) in the 2017-19 biennium. It provides Other Funds expenditure limitation of:

- \$110.9 million and 50 positions (36.63 FTE) for ODOT, mostly for direct project costs and project-related studies;
- \$3.9 million and 8 positions (4.25 FTE) for DOR to implement transportation package taxes, including the new statewide transit tax; and
- \$389,122 and 2 positions (1.75 FTE) for DEQ to establish a rebate program for low and moderate income individuals who purchase qualifying low emission vehicles, and to address increased workload in storm water permitting resulting from the transportation projects in HB 2017.

The bill includes trigger language so that it would only become effective if HB 2017 is enacted. The limitation in the bill for ODOT represents the department's estimated need for the first six months of the 2017-19 biennium. There is a related budget note directing the department to report during the 2018 legislative session on the status of hiring and projects included in the package, and on additional limitation and positions it may need to fully implement the package.

The -2 amendment provides the described expenditure limitation.

### **Recommended Changes**

LFO recommends adoption of the -2 amendment.

**MOTION:** I move adoption of the -2 amendment to HB 5045. (VOTE)

**Budget Notes**

**#1 Budget Note: Report on the Status of Positions and Projects**

The Oregon Department of Transportation is directed to report to the Legislative Assembly during the 2018 legislative session on (1) the department’s progress filling positions granted during the 2017 legislative session for implementation of HB 2017 (2017); (2) the status of transportation projects included in the bill; and (3) any additional positions the department may need to fully implement the transportation package of 2017.

**#2 Budget Note: Report on Implementation of I-205 Congestion Relief and Related Funding**

The Oregon Department of Transportation is directed to ensure an ongoing commitment to fully fund congestion relief on I-205, including but not limited to the Stafford Rd to Abernethy Bridge bottleneck. Pursuant to HB 2017, any value pricing revenue shall be dedicated to I-205. In the event that value pricing revenue is not sufficient, or should value pricing prove not to be a viable funding source, the agency shall report immediately to the Legislative Assembly on the funding issues along with specifics on funding needs and options available to the Legislative Assembly to quickly remedy such funding gaps. An initial report shall be provided to the Joint Transportation Committee no later than the last legislative days in calendar year 2018.

**Accept** LFO Recommendation:

**MOTION: I move the LFO recommendation on Budget Notes. (VOTE)**

**OR**

**Change** LFO Recommendation (any changes must be approved by the co-chairs):

**MOTION: I move the LFO recommendation on Budget Notes, with modifications. (VOTE)**

**Final Subcommittee Action**

LFO recommends that HB 5045, as amended by the -2 amendment, to be moved to the Ways and Means Full Committee.

**MOTION: I move HB 5045, as amended, to the Full Committee with a do pass recommendation. (VOTE)**

**Carriers**

Full Committee: \_\_\_\_\_

House Floor: \_\_\_\_\_

Senate Floor: \_\_\_\_\_