

2007 Regular Legislative Session
FISCAL ANALYSIS OF PROPOSED LEGISLATION
Prepared by the Oregon Legislative Fiscal Office

MEASURE NUMBER: HB 2105 **STATUS:** A-Engrossed
SUBJECT: Fees for removal and fill permits
GOVERNMENT UNIT AFFECTED: Department of State Lands
PREPARED BY: Dawn Farr
REVIEWED BY: Susie Jordan
DATE: June 6, 2007

	<u>2007-2009</u>	<u>2009-2011</u>
REVENUES:		
Other Fund Fee Revenues	\$ 581,864	\$ 625,162

EFFECTIVE DATE: July 1, 2007

GOVERNOR'S BUDGET: This bill is anticipated by the Governor's recommended budget.

LOCAL GOVERNMENT MANDATE: This bill does not affect local governments' service levels or shared revenues sufficient to trigger Section 15, Article XI of the Oregon Constitution.

COMMENTS: The bill creates a general permit for removal and fill activities, increases existing fees for removal and fill permits, and allows for annual fee increases based on the Consumer Price Index beginning January 1, 2009.

The Department of State Lands (DSL) indicates that the revised fee schedule is expected to generate an additional \$581,864 in Other Fund fee revenues for the 2007-09 biennium.

Anticipated Increases in Other Fund Fee Revenue

Permit Type	Revenues
General Permit Fees	\$75,000
Individual Permit Fees	\$293,980
Renewal Fees	\$212,884
Total Fees	\$581,864

The bill allows for annual fee increases based on the Consumer Price Index; hence 2009-11 fee revenue is expected to be \$625,162 assuming the CPI increases at three percent per year. For the 2006 Fiscal Year, fees covered 9% of the costs of the Removal-Fill Program; additional resources come from statutory revenues in the Common School Fund (CSF). The revised fee schedule would move the program to being approximately 20% funded by fees. When the program was enacted in 1967 the shared funding ratio was 65% fee funding and 35% CSF. The last fee increase was in 1989; where increased fees contributed 50% of the funding for the program.