

**REVENUE IMPACT OF
PROPOSED LEGISLATION**
75th Oregon Legislative Assembly
2009 Regular Session
Legislative Revenue Office

Bill Number: HB 2626-C
Area: Energy & Fees
Economist: Mazen Malik
Date: 6/25/2009

Measure Description:

Requires the Director of the Oregon Department of Energy (ODE) to administer an energy efficient and sustainable technology loan program for the purpose of providing financing, promotion and technical support to encourage significant investments in energy efficiency, renewable energy and energy conservation. Establishes Loan program to fund retrofits to residential and commercial buildings with energy efficiency upgrades. Allows and facilitates the use of ODE's Small Scale Energy Loan Program (SELP), revenue bonds, and conduit revenue bonds. Designs the future revenue stream through the on-Bill Financing. Increases the State Treasurer's and the Department of Energy's expenditure limits for implementation of the program.

Revenue Impact:

The bill allows for one time surcharge on the Energy Supplier Assessment (ESA). The surcharge of \$300,000 will occur in the 2009-11 biennium only.

Impact Explanation:

Along with the Department of Energy's SELP program, the lottery-bonding bill of 2009 will provide \$5 million each for initial funding of the EEAST Program. The program administration will be funded through the surcharge on the ESA.

The Energy Efficiency and Sustainable Technology is a Loan program to fund retrofits to residential and commercial buildings with energy efficiency upgrades. This is created through loans to homeowners for upgrading their energy conservation devices at their homes or businesses. The Energy Projects are expected to generate savings on energy consumption and consumer bills. Which designs the revenue stream for paying back the loans and establishing a payment mechanism through the on-Bill Financing.

Creates, Extends, or Expands Tax Expenditure: Yes No