

FISCAL IMPACT OF PROPOSED LEGISLATION

Measure: HB 2352

Seventy-Sixth Oregon Legislative Assembly – 2011 Regular Session
Legislative Fiscal Office

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Measure Description:

Requires city that reduces available prime industrial land within urban growth boundary to replace land or mitigate impact so that development capacity to satisfy need for prime industrial land is not reduced or compromised.

Government Unit(s) Affected:

Department of Land Conservation and Development, League of Oregon Cities

Summary of Expenditure Impact: See Analysis

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.

Analysis:

The measure requires that a city replace prime industrial land with other prime industrial land that is similar in terms of size, serviceability, and short-term sustainability when a city has taken action that reduces the amount or usability of prime industrial land within the urban growth boundary. Prime industrial land is defined by rule of the Land Conservation and Development Commission and is more narrowly defined than "industrial use".

The fiscal impact is indeterminate. Cities are already required to amend their comprehensive plans, including analysis on the demand for industrial land to the existing supply of industrial land, through a periodic review every few years based on the population of the city. The frequency of action that would be taken by cities to reduce prime industrial land is unknown; currently the Department of Land Conservation and Development (DLCD) is not aware of any local governments that use the prime industrial land designation as established by Department rule. The bill does not require cities to begin using the designation.

There is a minimal fiscal impact to the Department of Land Conservation and Development (DLCD) for rule changes.