

FISCAL IMPACT OF PROPOSED LEGISLATION

Measure: SB 56

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

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Measure Description:

Permits Oregon Business Development Department to charge fees and administrative costs for program benefits provided, grants or loans made and administrative expenses incurred.

Government Unit(s) Affected:

Business Development Department (Business Oregon)(OBDD)

Summary of Expenditure Impact – See Comments

Local Government Mandate:

This bill [may] [does not] affect local governments' service levels or shared revenues sufficient to trigger Section 15, Article XI of the Oregon Constitution.

Analysis:

SB 56 would allow the Oregon Business Development Department to charge fees and administrative costs to provide program services, and make grants and loans.

OBDD assumes that, while the bill allows for the imposition of fees and recovery of costs across all its programs, the provisions of the bill would probably be restricted to site certification in the industrial lands program, which is very labor intensive. OBDD would establish a \$500 intake fee and a \$1,000 certification fee to be assessed at the time of site certification. OBDD would also recover some of its costs related to certification. The amount would vary depending on the complexity of the certification process.

OBDD is unable to estimate at this time the amount of revenue that this bill would generate or the amount of its costs that would be recovered. The revenue generated from this bill would be used to offset Lottery Funds expenditures for economic development services.

