

HB 4042-1 Intent & Implementation Schedule

Depicts Fiscal Expenditures - Limits

Overview

4 year Phase in "Fire Cost Equity"

Retains Insurance Policy to protect GF

Increases Expenditure Limit of OFLPF \$2.5M

Decreases GF Obligation to \$13.5M

Adds support for high-prone fire districts and/or lower productive lands

Shares cost for Severity Resources (SPA)

Insurance Policy

Other Funds
\$25 M

Adds potential for additional resources where they are needed most reducing risk of Cost, Loss and Environmental Damage to Oregon and its citizens.

Large Fire Suppression Funding - \$20 M (New lower limit)

Insurance Deductible -Phase in Schedule (New)

= Full Deductible Equity

+ Up to \$2.5 M over \$17.5 M

+ Up to \$5.0 M over \$15.0 M

+ Up to \$7.5 M over \$12.5 M

GF	OFLPF
----- 7/1/2016 ----- Up to \$10 M Section 4(2)b(C)&(D)	----- 7/1/2016 ----- Up to \$10 M Section 4(2)b(C)(D)(E)
----- 7/1/2015 ----- Up to \$7.5 M Section 3(2)b(C)&(D)	----- 7/1/2015 ----- Up to \$7.5 M Section 3(2)b(C)(D)(E)
----- 7/1/2014 ----- Up to \$5.0 M Section 2(2)b(C)&(D)	----- 7/1/2014 ----- Up to \$5.0 M Section 2(2)b(C)(D)(E)
----- 7/1/2013 ----- Up to \$2.5 M Section 1(2)b(C)&(D)	----- 7/1/2013 ----- Up to \$2.5 M Section 1(2)b(C)(D)(E)

= Full Deductible Equity

+ Up to \$2.5 M over \$15M

+ Up to \$5 M over \$10M

+ Up to \$7.5 M over \$5M

MEASURE: HB 4042
 EXHIBIT: 5
 2012 SPECIAL SESSION HAG & NAT RES.
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 SUBMITTED BY: Roger Bayler

GF Up to \$2 M (Current \$2.2 M) Section 5(1)(b)(c)and(d)	+	OFLPF (New) Up to \$2M Section 1(2)b(A)
\$ For Assessment Assistance (New) Section 5 (1)(d)		

Statewide Severity-SPA

WHEN NEEDED
ANNUAL COSTS

GF \$500K	OFLPF \$500K
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Large Fire Insurance Premium

Targeted Rate Support

Pvt. LO- 38%	GF- 38%	Public LO- 24%
Combined % Result in "50/50" GF-LO Ratio		No GF Match
Base Level "Readiness & Initial Attack Fire Department"		

Base Level

Funding Obligation Summary

	<u>General Fund</u>	<u>OFLPF</u>
Severity	\$3.0 Million	\$2.0 Million
Insurance Premium	\$500,000	\$500,000
Large Fire Funding	\$10.0 Million	\$10.0 Million
Total	\$13.5 M	\$12.5 M

Current Fire Funding

Overview

- \$50M Large Fire Funding
- \$25M Insurance Policy
- \$25M in Layered large fire funding- OFLPF the first \$9.5M then \$15.5M of GF
- Insurance Premium cost is shared 50/50, however is also part of the \$10M of total exposure to the OFLPF
- \$2.2 M of Severity is 100% GF funded- through the E-board.

OF
\$25 M
Insurance Policy

GF
\$15.5 M
Legislature

OFLPF
\$9.5M

Identified Large Fire funding sources
Total \$25M

GF- Ins Premium \$500K	OFLPF- Ins Premium- \$500K
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Large Fire Insurance Premium

GF
\$2.2 M
Severity

Severity

Pvt. LO- 38%	GF- 38%	Public LO- 24%
Base Level "Readiness & Initial Attack Fire Department"		

Base Level

Funding Obligation Summary

	<u>General Fund</u>	<u>OFLPF</u>
Severity	\$2.2 Million	
Insurance Premium	\$500,000	\$500,000
Large Fire Funding	\$15.5 Million	\$9.5 Million
Total	\$18.2 M	\$10.0 M