



# Oregon

## **Strategic Planning for Infrastructure**

Executive Order and Governor's Recommended  
Regional and Community Infrastructure Funding

House Committee on Transportation and Economic Development, February 20<sup>th</sup>,



# Building Oregon's Infrastructure

- Over the next 10 years Oregon will have about \$5 billion (GF/LF) to invest
  - About \$1 billion for a biennium
- The immediate challenge is to ensure that Oregon is a strategic investor and that our process leads us to make the optimal investments with the greatest return for the citizens of Oregon
  - Leverage funds: public, private, foundations, innovative finance and partnerships





# Building Oregon's Infrastructure

## Infrastructure investment outcome:

Over the next ten years, create and direct the development of a capital planning process that strategically identifies Oregon's highest value capital investments and provides a sustained and consistent process for financing projects that align with achievement of statewide strategic outcomes identified in the 10-Year Plan for Oregon.





# Building Oregon's Infrastructure

To implement this process the E.O.:

- Establishes a prudent method for determining 10-year planning capacity (debt service GF/LF)
- Provides for a general distribution of debt planning capacity based generally on historic experience
- Defines specific planned spending for some areas of investment over the 10-year period
- Leverages taxpayer investment in infrastructure through life cycle cost analysis and innovative best practices
- Provides for implementation coordination through the State of Oregon's Chief Operational Officer Office and the creation of a center of expertise





# Building Oregon's Infrastructure

## General Distribution of Debt Planning Capacity (General and Lottery Funds)

– Education Infrastructure	25%	(\$275m)
– State Infrastructure	25%	(\$275m)
– Regional and Community	30%	(\$330m)
– Reserve, Innovation Emergent Opportunities	20%	(\$220m)

Approximate dollars per biennium





# Building Oregon's Infrastructure

## Education Planning Capacity:

### Specific Planning Designations (over 10 years):

- \$65m for development and design of a longitudinal education data system to connect outcomes to costs
- \$35m for infrastructure and information technology to support student achievement centers





# Building Oregon's Infrastructure

- State Infrastructure Planning Capacity:  
Specific Planning Designations (over 10 years):
- \$325m for lifecycle costs for preservation and maintenance of the value of state investments
  - \$125m for the replacement and modernization of financial systems to account for spending, and to improve human resources personnel system's ability to provide current information on total compensation costs associated with the state workforce





# Building Oregon's Infrastructure

## Regional and Community Planning Capacity: Specific Planning Designations (over 10 years):

- \$510m for Connect Oregon
- \$115m for Infrastructure Finance Authority programs for Water and Waste water
- \$100m to be evenly distributed to the ten Oregon Regional Solutions Committees for infrastructure
- \$205m to community and regionally identified economic initiatives
- \$20m for Governor's Strategic Development
- \$180m for statewide water development projects and related environmental investments







# Regional and Community Infrastructure: 2013-15

Subject to Legislative Approval; See Senate Bill 5533

PURPOSE and TIMING	July 2013	Oct. 2013	May 2014	March 2015	Ongoing Executive Order Capacity/one time Funding
<b>State Planning Funds</b>	\$1.7 m to DAS		\$.5 m from Business Oregon		\$2.2 m of state funds is one time funding [DAS Budget, General Fund]
<b>Regional Planning Assistance and Direct Infrastructure Grants</b>	<i>\$1 m Regional Planning Assistance (10 RSC)</i>		<i>\$20 m Infrastructure Grants &amp; Loans (\$2 m per RSC)</i>		\$1 m Regional Planning Assistance is one time [DAS Budget, General Fund]  <i>\$20 m for Infrastructure Grants [SB 5533 Section 2(2) &amp; 3; Regional Infrastructure Fund] (E.O. capacity of \$100 m)</i>
<b>Available Regional Priority Funding</b>		\$20 m Water and Waste Water (loan fund)	\$10 m Regional Water Funding (grants available to all Regions)	<i>\$30 m for Regional Economic Priorities (grants &amp; loans available to all regions)</i>  \$4.4 m Water and Waste Water (loan fund)	\$24.4 m for Water and Waste Water (E.O. capacity of \$115 m)  \$10 m for Regional Water Funding (E.O. capacity of \$180 m)  <i>\$30 m for Regional Economic Priorities [SB 5533 Section 2(2) &amp; 3; Regional Infrastructure Fund] (E.O. capacity of \$205 m)</i>
<b>Dedicated Funding</b>		\$2 m Eastern, Central, Southern OR Forest Collaboration  \$1.4 O&C Collaboration	\$2 m Eastern, Central, Southern OR Forest Collaboration  \$1.75 m Cultural Resources Economic Fund (Cultural Trust)  \$10 m Business Innovation Centers		ALL ONE TIME FUNDING [Forest/O&C Collaboration: SB 5533 Section 5] [Cultural Resources Economic Fund: SB 5533 Section 7]
<b>Connect Oregon</b>				\$60 m Connect Oregon	\$60 m for Connect Oregon (E.O. capacity of \$510 m)
<b>Other Transportation</b>				\$17 Lane Transit	One Time Funding



# Questions

## Information:

Executive Order 12-17, November 13, 2012

[http://www.oregon.gov/gov/docs/executive\\_orders/eo\\_12-17.pdf](http://www.oregon.gov/gov/docs/executive_orders/eo_12-17.pdf)

## Contacts:

Steve Marks

Policy Advisory, Chief Operating Officer's Office

Department of Administrative Services

(503) 378-8652

[Steve.Marks@state.or.us](mailto:Steve.Marks@state.or.us)

Jack Kenny

Capitol Finance and Planning Manager, Chief Financial Office

Department of Administrative Services

(503) 378-3107

[jack.kenny@state.or.us](mailto:jack.kenny@state.or.us)

