

**FISCAL IMPACT OF PROPOSED LEGISLATION**

**Measure: HB 2301 - A**

Seventy-Seventh Oregon Legislative Assembly – 2013 Regular Session  
Legislative Fiscal Office

*Only Impacts on Original or Engrossed  
Versions are Considered Official*

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Date: 4/11/2013

**Measure Description:**

Establishes task force to review borrowing practices of public bodies and make recommendations about capacity and priorities for financing public property or activities.

**Government Unit(s) Affected:**

Department of Administrative Services (DAS)

**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.

**Summary of Expenditure Impact:**

	<b>2013-15 Biennium</b>	<b>2015-17 Biennium</b>
General Fund	\$2,750,000	
<b>Total Funds</b>	<b>\$2,750,000</b>	
Positions	2	
FTE	2.00	

**Analysis:**

House bill 2301 A-Engrossed requires the Department of Administrative Services (DAS) to create and maintain a 10-year capital planning process for financing capital projects to be paid from General Fund moneys and from the net proceeds of the Oregon State Lottery. The bill allows DAS to assign a coordinator for the capital planning process, and to assign specific state agencies to take the lead in planning for specific categories. The bill stipulates that DAS is not required to carry out this work in biennia in which moneys are not appropriated for this purpose in the legislatively approved budget for the department. The bill also clarifies definition of "bond" to eliminate conflict with provision related to financing agreements.

The Department of Administrative Services estimates the expenditure impact of this bill to be approximately \$2,750,000 General Fund and 2.00 FTEs for the 20113-15 biennium. If this bill passes, the department anticipates establishing one Principle Executive Manager G and one Operations & Policy Analyst 4 position in the Chief Operating Office to coordinate the work required by this bill, including developing: (1) protocols for capital project planning; (2) the planning governance structure for each area (education, state infrastructure, community and regional infrastructure); and (3) the methodologies to compare cost and benefits of capital projects. In addition to Personal Services, and related Services and Supplies for these two positions, this expenditure impact amount includes approximately \$2,000,000 in Professional Services fees for the retention of consultation and technical services.

Included in the Governor's budget is a policy option package (POP #504 for \$2,750,000 General Fund and 2.00 FTEs for the 20113-15 biennium) which proposes to carry out work similar to the provisions of this bill.

This bill requires budgetary action for the appropriation of General Fund and position establishment.