

**77<sup>th</sup> OREGON LEGISLATIVE ASSEMBLY – 2013 Session  
BUDGET REPORT AND MEASURE SUMMARY**

**MEASURE: SB 839-B**

**JOINT COMMITTEE ON WAYS AND MEANS**

**Carrier – House: Rep. Bentz  
Carrier – Senate: Sen. Thomsen**

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**Action:** Do Pass the A-Engrossed Measure as Amended and as Printed B-Engrossed

**Vote:** 26 – 0 – 0

House

**Yeas:** Barker, Buckley, Frederick, Freeman, Hanna, Huffman, Jenson, Komp, McLane, Nathanson, Read, Richardson, Smith, Tomei, Williamson

**Nays:**

**Exc:**

Senate

**Yeas:** Bates, Devlin, Edwards, Girod, Hansell, Johnson, Monroe, Steiner Hayward, Thomsen, Whitsett, Winters

**Nays:**

**Exc:**

**Prepared By:** Lisa Pearson, Department of Administrative Services

**Reviewed By:** Susie Jordan, Legislative Fiscal Office

**Meeting Date:** July 2, 2013

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Agency

Water Resources Department

Biennium

2013-15

**Budget Summary\***

	2011-13 Legislatively Approved Budget <sup>(1)</sup>	2013-15 Current Service Level	2013-15 Committee Recommendation	Committee Change from 2011-13 Leg. Approved	
				\$\$ Change	% Change
General Fund	\$ 0	\$ 0	\$ 30,000	\$ 30,000	100.0%
Total	\$ 0	\$ 0	\$ 30,000	\$ 30,000	100.0%

**Position Summary**

Authorized Positions	0	0	0
Full-time Equivalent (FTE) positions	0.00	0.00	0.00

<sup>(1)</sup> Includes adjustments through December 2012

\* Excludes Capital Construction expenditures

**Summary of Revenue Changes**

The Subcommittee recommended appropriating \$30,000 General Fund to the Water Resources Department (WRD).

**Summary of Natural Resources Subcommittee Action**

Senate Bill 839-B establishes a Water Supply Development Account and sets expectations for making loans and grants from the account. It also makes a one-time appropriation of \$30,000 General Fund to support two task forces established by the bill. The \$30,000 General Fund appropriation will pay for the actual and necessary travel and other expenses of task force members. The major provisions of the bill are as follows:

- Establishes the Water Supply Development Account which is continuously appropriated to the Water Resources Department (WRD).
- WRD will operate the Water Development Supply program and is charged with evaluating applications for loans and grants and for recommending project funding.
- WRD will establish seasonally varying flows before issuing a loan or grant and may use account moneys to pay the costs of establishing a seasonally varying flow. The workload, along with rulemaking costs, is expected to be absorbed within the agency’s regular budget. This budget included two positions and General Fund to carry out the technical provisions of Senate Bill 839-B and to provide administrative support to the task forces. If the 2013-15 biennium legislatively adopted budget is insufficient to cover workload, then costs directly related to

project development may be paid by monies in the account. Costs associated with bond issuance and debt service, including expenses incurred by securing a loan applicant(s) first lien or other collateral, are also expected to be funded from the Water Supply Development Account.

- The Water Resources Commission is directed to adopt rules as well as set operative and repeal dates for certain sections in the measure by January 1, 2015. Costs associated with rule making are assumed to be absorbable within the parameters of the agency's legislatively adopted budget.
- A technical review team to score and rank projects will include: Department of Agriculture, Business Development Department (Business Oregon), Department of Environmental Quality and the Oregon Department of Fish and Wildlife. These agencies will absorb the workload within their regular budgets.

Lottery-backed bonds have been requested in Senate Bill 5533 to provide \$10 million for which the agency anticipates utilizing to carry out the capital grant and loan provisions of the bill.

**DETAIL OF JOINT COMMITTEE ON WAYS AND MEANS ACTION**

**SB 839-B**

**Water Resources Department**  
**Lisa Pearson -- 503-373-7501**

DESCRIPTION	GENERAL FUND	LOTTERY FUNDS	OTHER FUNDS		FEDERAL FUNDS		TOTAL ALL FUNDS	POS	FTE
			LIMITED	NONLIMITED	LIMITED	NONLIMITED			
2011-13 Legislatively Approved Budget at Dec 2012 *	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	0	0.00
2013-15 ORBITS printed Current Service Level (CSL)*	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	0	0.00
<u>SUBCOMMITTEE ADJUSTMENTS (from CSL)</u>									
<b>010-01 - Administrative Services</b>									
Package 204: Water Supply & Development Services and Supplies	\$ 30,000	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	30,000	
<b>TOTAL ADJUSTMENTS</b>	<b>\$ 30,000</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>30,000</b>	<b>0 0.00</b>
<b>SUBCOMMITTEE RECOMMENDATION *</b>	<b>\$ 30,000</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>30,000</b>	<b>0 0.00</b>
% Change from 2011-13 Leg Approved Budget	100.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	100.0%	
% Change from 2013-15 Current Service Level	100.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	100.0%	