Seventy-Eighth Oregon Legislative Assembly - 2015 Regular Session MEASURE: HB 2274 A

PRELIMINARY STAFF MEASURE SUMMARY

Joint Committee On Ways and Means

Fiscal: Has minimal fiscal impact **Revenue:** No Revenue Impact

Action Date: Action:

Meeting Dates:

Prepared By: Julie Neburka, Budget Analyst

WHAT THE MEASURE DOES:

Changes name of Multimodal Transportation Fund to Connect Oregon Fund. Revises definition of "transportation project" for purposes of Fund to include marine projects and to clarify that definition does not include operating costs or purchase of vehicles (as defined by ORS 801.590). Deletes provisions relating to loans made from Fund. Increases requirement for local project funding from 20 percent to 30 percent of project cost. Includes as part of project selection criteria whether project has useful life expectancy that offers maximum benefit to State. Prohibits Director of Oregon Department of Transportation from appointing member of final project review committee who represents entity that has application under consideration by committee or direct financial interest in application under final review. Declares emergency, effective on passage.

ISSUES DISCUSSED:

Fiscal provisions of the measure

EFFECT OF COMMITTEE AMENDMENT:

Clarifies that "transportation projects" as defined in the bill do not include purchases or operating expenses of bicycles.

BACKGROUND:

The Legislative Assembly created the *Connect*Oregon program in 2005 to provide funding in the form of grants and loans for non-highway transportation projects, including aviation, marine, passenger and freight rail and public transportation projects. The initial program provided \$100 million in lottery-backed bonds, which provided funding for 38 projects. It was followed by an additional \$100 million in 2007 (30 projects) and 2009 (40 projects). The Legislative Assembly approved \$40 million for *Connect*Oregon IV in 2011; the funds were used to help finance 38 projects, which were able to leverage a total of \$95 million in non-*Connect*Oregon funds. Overall, the *Connect*Oregon program, in its first four iterations, received a total of 424 eligible project applications, of which 203 were selected for funding. When combined with leveraged funds, the program has resulted in a total of \$834 million in direct investment to multimodal transportation improvements. A fifth iteration, *Connect*Oregon V, provided \$42 million to fund additional projects.