

**FISCAL IMPACT OF PROPOSED LEGISLATION****Measure: HB 3526 - A**Seventy-Eighth Oregon Legislative Assembly – 2015 Regular Session  
Legislative Fiscal Office***Only Impacts on Original or Engrossed Versions are Considered Official***Prepared by: Krista McDowell  
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Date: 5/11/2015**Measure Description:**

Establishes Oregon Main Street Revitalization Grant Program within Oregon Business Development Department for purpose of awarding grants to participants in Oregon Main Street Network and members of National Main Street Center for purposes of preservation-based community revitalization and economic development.

**Government Unit(s) Affected:**

Oregon State Treasurer, Oregon Parks and Recreation Department (OPRD), Business Development Department (Business Oregon), Oregon Department of Transportation (ODOT)

**Summary of Expenditure Impact:**

	<b>2015-17 Biennium</b>	<b>2017-19 Biennium</b>
General Fund	\$275,361	
Other Funds	5,075,000	
<b>Total Funds</b>	<b>\$5,350,361</b>	<b>\$0</b>
Positions	2	
FTE	1.50	

**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.

**Analysis:**

The bill establishes the Oregon Main Street Revitalization Grant Program within the Oregon Parks and Recreation Department (OPRD) for the purpose of awarding annual competitive grants for preservation-based community revitalization and economic development. The bill authorizes the issuance of lottery bonds, sufficient enough to produce \$5 million in net proceeds, for the biennium beginning July 1, 2015. OPRD would also be required to provide regular updates to other state agencies that have an interest in the implementation and administration of the grant program, including but not limited to the Oregon Business Development Department and the Department of Transportation.

Since the bill only authorizes the \$5 million in lottery bonds for use as grants, this analysis assumes that other costs associated with the implementation of the bill are funded with General Fund (GF). To establish and administer the grant program OPRD anticipates the need for one limited-duration Program Analyst 2 (1.00 FTE) position for a projected cost of \$187,111 GF in the 2015-17 biennium. To carry out the financial responsibilities associated with the grant program and conduct debt service work, OPRD requests one limited-duration Accountant 2 (0.50 FTE) position for a cost of \$88,250 GF for the 2015-17 biennium. Rulemaking costs to OPRD are assumed to be absorbable within existing parameters of the agency budget. Cost of issuance of the lottery bonds is estimated at \$75,000 GF.

The fiscal impact is minimal and absorbable within the existing parameters of the budget for the following agencies: Oregon State Treasurer, Business Development Department (Business Oregon), and the Oregon Department of Transportation (ODOT).