

FISCAL IMPACT OF PROPOSED LEGISLATION

Measure: HB 3526 - B

Seventy-Eighth Oregon Legislative Assembly – 2015 Regular Session
Legislative Fiscal Office

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

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Measure Description:

Establishes Oregon Main Street Revitalization Grant Program within State Parks and Recreation Department for purpose of awarding grants to acquire, rehabilitate and construct buildings in designated downtown areas statewide and to facilitate community revitalization.

Government Unit(s) Affected:

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

Summary of Expenditure Impact:

Other Funds	\$94,288	\$263,313
Total Funds	\$94,288	\$263,313
Positions	1	2
FTE	0.50	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. 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.

Funding for the Oregon Main Street Revitalization Grant Program is anticipated to be supported by the issuance of \$2.5 million in lottery bonds, which will be authorized in the Lottery Bond bill (HB 5030). The bond sale is expected to take place in the spring of 2017; therefore no debt service is anticipated until the 2017-19 biennium. Other Funds expenditure limitation to pay cost of issuance for the lottery bonds related to this legislation, and to pay for grant awards, will be added in the Emergency Board financial administration bill (HB 5507). Administrative costs for the program are anticipated to be absorbed by the agency with existing budgetary resources for the 2015-17 biennium, however the agency may return in the February 2016 session should additional resources be necessary. Proceeds remaining after the deduction of costs for issuance will be used for grant awards.

To establish and administer the grant program OPRD anticipates the need for one limited-duration Program Analyst 2 (0.50 FTE) position for a projected cost of \$94,288 Other Funds (OF) in the 2015-17 biennium and (1.00FTE) for a cost of \$177,577 OF in the 2017-19 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 \$85,736 OF for the 2017-19 biennium. Rulemaking costs to OPRD are assumed to be absorbable within existing parameters of the agency budget.