## FISCAL IMPACT OF PROPOSED LEGISLATION

79th Oregon Legislative Assembly – 2017 Regular Session Legislative Fiscal Office

Only Impacts on Original or Engrossed Versions are Considered Official

Measure: SB 7 - 1

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## **Measure Description:**

Directs Environmental Quality Commission to adopt rules applying certain oil spill prevention and emergency response planning requirements to high hazard train routes in this state.

## **Government Unit(s) Affected:**

Department of Environmental Quality (DEQ), Oregon Department of Transportation (ODOT), Oregon State Police

Summary of Expenditure Impact: See Analysis

Summary of Revenue Impact: See Analysis

## **Analysis:**

SB 7-1 directs the State Fire Marshal to include in its plan for the coordinated response to oil or hazardous material spills or releases, an annual statewide training and tabletop exercise. The bill authorizes the State Fire Marshal to collect certain information from railroad owners or operators, and directs the Department of Environmental Quality to develop geographic response plans specific to oil and hazardous material emergency response for rail transport.

The Oregon State Police (OSP) has indicated that to conduct an annual training and tabletop exercise of this nature would cost approximately \$320,000 per biennium.

DEQ has indicated that in order to carry out the provisions of the bill, the addition of two new positions is necessary, equivalent to 1.50 FTE in the 2017-19 biennium and 1.75 FTE in the 2019-21 biennium. Personal Services costs are estimated to be \$302,142 in the 2017-19 biennium, and \$352,499 in the 2019-21 biennium. Services and Supplies costs are estimated to be \$78,848 in both the 2017-19 and 2019-21 biennia.

The Legislative Fiscal Office notes that both DEQ and OSP have indicated that the Oil and Hazardous Material Transportation by Rail Action Fund currently has no funding. It is assumed that the bill would require a General Fund allocation.

The bill is anticipated to have no impact on the Oregon Department of Transportation.

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