Legislative **Fiscal Office**

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Joint Committee on Ways and Means

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To: Transportation and Economic Development Subcommittee

From: John Terpening, Legislative Fiscal Office

Tuesday, June 27, 2017 Date:

Subject: HB 2638 Relating to ignition interlock devices

Work Session Recommendations

HB 2638 establishes a certification program for Ignition Interlock Devices (IID) service centers and technicians that includes certification, inspection, criminal background checks for installers, and tracking and follow-up of negative IID reports. This program is to be operated by the Oregon Department of Transportation (ODOT) for the 2017-19 biennium and then transferred to the Oregon State Police (OSP) on July 1, 2019.

While the measure allows ODOT to establish fees for the certification program, initial startup costs for this program will need to be funded with federal National Highway Traffic Safety Administration impaired driving grant funds until the fees are implemented and collected.

ODOT will need three full-time positions to develop, implement, and administer the program at a total cost of \$394,383. The measure has a proposed -A7 amendment to increase ODOT's limitation for this amount.

Additionally, during the measure's public hearing in the Transportation and Economic Development Subcommittee, ODOT committed to continue to help fund the program into 2019-21 after it's transitioned to OSP until fee revenue can adequately cover OSP's administrative costs.

Recommended Changes

The -A7 amendment increasing ODOT's expenditure limitation for three positions to develop and administer the program in 2017-19.

LFO recommends adoption of the -A7 amendment.

MOTION: I move adoption of the -A7 amendment to HB 2638. (VOTE)

The measure also has the following proposed language for two budget notes to be included in the budget report:

The Department of Transportation is directed to work with the Department of State Police on the adoption of rules related to the establishment of fees for application, issuance, and renewal of certification fees that will adequately cover the administrative costs related to the Ignition Interlock Device (IID) certification program established by HB 2638. The fee structure should provide sufficient revenue to cover the anticipated administrative cost of the program upon its transfer to the Department of State Police. The Department of Transportation is directed to report to the Joint Committee on Ways and Means during the 2018 legislative session on the status of the certification program and the proposed fees.

The Department of Transportation is directed to include in its 2019-21 budget request a policy package that will transfer Federal National Highway Traffic Safety Administration impaired driving grant funds to the Department of State Police for the purposes of providing funding for the IID service center certification program until the certification program fee revenue can adequately cover the Department of State Police administrative costs.

LFO recommends adoption of the proposed budget note language.

MOTION: I move adoption of the proposed budget note language to HB 2638. (VOTE)

Final Subcommittee Action

LFO recommends that HB 2638, as amended, to be moved to the Ways and Means Full Committee.

MOTION: I move HB 2638, as amended, to the Full Committee with a do pass recommendation. (VOTE)

<u>carriers</u>	
Full Committee:	
House Floor:	
Senate Floor:	