

FISCAL IMPACT OF PROPOSED LEGISLATION

Measure: HB 4106

80th Oregon Legislative Assembly – 2020 Regular Session
Legislative Fiscal Office

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

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Reviewed by: Ken Rocco
Date: February 4, 2020

Measure Description:

Provides that city in Clackamas County annexed into county parks and recreation service district between January 1, 2005, and December 31, 2006, by vote of city electors is deemed withdrawn from and no longer part of county service district as of June 30, 2020.

Government Unit(s) Affected:

City of Happy Valley, North Clackamas Parks and Recreation District

Summary of Fiscal Impact:

The fiscal impact of this measure is indeterminate at this time - See explanatory analysis.

Analysis:

The measure would deem the annexation of a city (Happy Valley) in Clackamas County by the county parks and recreation service district (North Clackamas Parks and Recreation District) to be withdrawn from and no longer part of the county service district as of June 30, 2020. It would take effect on passage.

City of Happy Valley

The measure would remove the City of Happy Valley from the North Clackamas Parks and Recreation District (NCPRD). As a result of the City leaving NCPRD, the City would become its own parks and recreation provider. The City would be responsible for owning and maintaining parks and offering recreation programs, both of which would increase the City’s expenditures. However, Happy Valley voters have already approved a local option levy to fund such activities, which is estimated to generate \$1.7 million in FY 2021. Consequently, the measure would not impact the City’s expenditures.

North Clackamas Parks and Recreation District

As a result of Happy Valley leaving NCPRD, the District anticipates an annual reduction in revenues of \$1.7 million and a reduction in expenditures expected to be less than the \$1.7 million reduction in revenue. Consequently, NCPRD believes the measure would create a deficit for the District. However, because the District is unable to provide an estimate of how much the measure would reduce its annual expenditures, the fiscal impact to NCPRD is indeterminate at this time. The District indicates that it does have a plan in place to deal with the fiscal impact.