

SB 1569 B BUDGET REPORT and MEASURE SUMMARY

Carrier: Sen. Riley

Joint Committee On Ways and Means

Action Date: 02/27/20

Action: Do pass with amendments to the A-Eng bill. (Printed B-Eng.)

Senate Vote

Yeas: 7 - Beyer, Frederick, Johnson, Monnes Anderson, Roblan, Steiner Hayward, Wagner

Abs: 5 - Boles, Girod, Hansell, Heard, Thomsen

House Vote

Yeas: 6 - Gomberg, Holvey, McLain, Nosse, Piluso, Rayfield

Abs: 3 - Drazan, Smith G, Stark

Prepared By: Lisa Pearson, Department of Administrative Services

Reviewed By: Gregory Jolivet, Legislative Fiscal Office

Department of Transportation

2019-21

Budget Summary*

| | 2019-21 Legislatively Adopted Budget | 2020 Committee Recommendation | Committee Change from 2019-21 Leg. Adopted | |
|-------------|---|----------------------------------|---|----------|
| | | | \$ Change | % Change |
| Other Funds | \$ - | \$ 241,650 | \$ 241,650 | 100.0% |
| Total | \$ - | \$ 241,650 | \$ 241,650 | 100.0% |

Position Summary

| | | | |
|--------------------------------------|------|------|------|
| Authorized Positions | 0 | 2 | 2 |
| Full-time Equivalent (FTE) Positions | 0.00 | 1.08 | 1.08 |

* Excludes Capital Construction Expenditures

Summary of Revenue Changes

Senate Bill 1569 allows for the adoption of fees on individuals holding a towing certificate from the Oregon Department of Transportation. The fee revenue will fund operations of a new towing board and will be deposited in a new State Board of Towing Account in the State Treasury.

Summary of Capital Construction Subcommittee Action

Senate Bill 1569 creates a fee-supported State Board of Towing within the Oregon Department of Transportation (ODOT). The nine-member board appointed by the Governor will regulate the towing industry, including adopting rules, which define the conditions when towing may occur. When rules or laws are violated, the board may pursue disciplinary actions. Possible disciplinary actions include denying, suspending, or refusing towing certificates and eligibility for the towing rotational list administered by the Oregon State Police. The board may also impose civil penalties up to \$25,000. Towing businesses subject to disciplinary actions by the board will have the right to a contested case hearing.

Senate Bill 1569 provides \$241,650 Other Funds expenditure limitation and authorizes two positions (1.08 FTE) -- an Operations and Policy Analyst 4 and a Compliance Specialist 2 -- to administer board functions, receive constituent complaints, conduct investigations, and represent the board during the administrative law process. ODOT will use existing revenue sources to fund program start-up costs until fees are established to make the program self-funded.

The bill is anticipated to have a minimal fiscal impact on the Oregon State Police and the Oregon Department of Justice.

DETAIL OF JOINT COMMITTEE ON WAYS AND MEANS ACTION

Oregon Department of Transportation

Lisa Pearson (971) 900-7810

| DESCRIPTION | GENERAL FUND | LOTTERY FUNDS | OTHER FUNDS | | FEDERAL FUNDS | | TOTAL ALL FUNDS | POS | FTE |
|---|-----------------|------------------|-------------------|-------------|---------------|-------------|-----------------------|----------|-------------|
| | | | LIMITED | NONLIMITED | LIMITED | NONLIMITED | | | |
| <u>SUBCOMMITTEE ADJUSTMENTS</u> | | | | | | | | | |
| SCR 200-00 - Driver and Motor Vehicles | | | | | | | | | |
| Personal Services | | \$ - | \$ 223,750 | \$ - | \$ - | \$ - | 223,750 | 2 | 1.08 |
| Services and Supplies | \$ - | \$ - | \$ 17,900 | \$ - | \$ - | \$ - | 17,900 | | |
| TOTAL SUBCOMMITTEE ADJUSTMENTS | \$ - | \$ - | \$ 241,650 | \$ - | \$ - | \$ - | 241,650 | 2 | 1.08 |