# HB 2174 -2 STAFF MEASURE SUMMARY

## **House Committee On Rules**

Prepared By:Melissa Leoni, LPRO AnalystSub-Referral To:Joint Committee On Ways and MeansMeeting Dates:3/16, 4/1

### WHAT THE MEASURE DOES:

Requires Oregon Department of Administrative Services, upon request of county governing body, to credit forest reserve funds otherwise credited to county road fund to instead be credited to an intergovernmental entity created by intergovernmental agreement; mass transit district; transportation district; county road district; public transportation service district; or road service district that serves the entire county. Requires moneys to be used in same manner and subject to same restrictions as county road fund moneys.

#### **ISSUES DISCUSSED:**

- Funding required to be used for the same purposes as county road fund moneys
- Public bodies provided for under current law but would need to be established by counties
- Restriction that public bodies serve the same areas as the county or serve multiple counties

## **EFFECT OF AMENDMENT:**

-2 Limits entities to intergovernmental entity created by intergovernmental agreement; county road district; or road service district.

#### BACKGROUND:

Under state law, all sums received by the state from the federal government as its share of the amounts collected for forest reserve rentals, sales of timber, and other sources from forest reserves within Oregon must be distributed among the counties in which the forest reserves are located. State law requires that counties divide these funds, allocating 75 percent to the county's road fund and 25 percent to the school fund. Certain counties are allowed to adjust these allocations.

House Bill 2174 allows a county governing body to request that the Oregon Department of Administrative Services credit forest reserve moneys that would otherwise be credited to the county road fund to be credited to certain public bodies whose service areas include the entire county.