HB 3160 -4 STAFF MEASURE SUMMARY

House Committee On Revenue

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Sub-Referral To: Joint Committee On Ways and Means

Meeting Dates: 5/10, 5/25, 5/27

WHAT THE MEASURE DOES:

Establishes a \$10 surcharge on property and causality insurance policies written in Oregon, with a \$1,000 minimum fee paid to the state. Establishes The Oregon Wildfire Preparedness and Community Protection Fund (OWPACPF). Continuously appropriates moneys from the OWPACPF as follows: 50% of the fund to the State Fire Marshall, 25% to the State Forestry Department, and 25% to the Oregon Watershed Enhancement Board. Requires the Director of the Department of Consumer and Business Services (DCBS) to pay into the OWPACPF all funds received from the surcharge in this bill. Allows for moneys from the OWPACPF to be invested in the same manner as other state funds and requires any interest earned be deposited into the fund. Requires the State Treasurer to record all deposits into the fund, the source from which the moneys are derived, and the interest earned on the fund, and any withdrawals from the fund. Requires interest be paid into the fund if moneys are used for programs other than the program for which the fund was established. Allows State Fire Marshall, Oregon Watershed Enhancement Board, and State Forestry department to accept gifts from any source and requires those gifts be deposited into the OWPACPF. Requires the State Fire Marshall use funds to prepare for and protect communities against wildfires, funding full-time firefighters, and developing and implementing wildfire protection plans. Requires State Fire Marshall to adopt rules to facilitate implementation of programs described in bill. Requires State Forestry Department to take preventative measures, provide priority to projects that save lives and infrastructure, and adopt rules related to implementation of preventative measures.

ISSUES DISCUSSED:

- Costs to homeowners
- Other sources of fire related funding

EFFECT OF AMENDMENT:

-4 Removes surcharge on insurance premiums from the bill. Provides a \$45 million appropriation to the State Fire Marshall from the General Fund for the purposes outlined within the bill. Requires agencies receiving transfers to keep records of transfers and withdrawals. Allows agencies receiving transfers from the fund to use funds to cover administrative costs. Caps administrative costs at 10% of the balance of the fund on August 1 of each year. Requires spending from the fund to occur as described in the appropriations in statute unless a gift or donation was provided with a condition related to the specified use of the gift.

BACKGROUND:

Oregon's 2020 fire season saw destruction of homes, properties, and lives. HB 3160 develops the Oregon Wildfire Preparedness and Community Protection Fund to address future fire season preparations.