82nd OREGON LEGISLATIVE ASSEMBLY--2024 Regular Session

HOUSE AMENDMENTS TO HOUSE BILL 4133

By COMMITTEE ON REVENUE

February 27 On page 1 of the printed bill, line 3, after "477.232," insert "477.270,". 1 2 In line 4, after "477.775" delete the rest of the line. In line 5, delete "477.880, 477.960 and 477.970" and insert ", 477.777, 477.880 and 477.970". 3 On page 2, delete lines 19 through 23 and insert: 4 5 "(b)(A) The rate set under paragraph (a) of this subsection for any calendar year shall be adjusted by the percentage, if any, by which the monthly averaged Consumer Price Index for All Urban 6 7 Consumers, West Region (All Items) for the 12 consecutive months ending August 31 of the prior calendar year exceeds the monthly averaged index for the 12 consecutive months ending August 31, 8 9 2024. 10 "(B) The adjustment computed under subparagraph (A) of this paragraph shall be rounded to the 11 nearest one-tenth of a cent.". 12On page 4, after line 29, insert: "SECTION 5a. The amendments to ORS 321.005, 321.011, 321.012, 321.015 and 321.017 by 13sections 1 to 5 of this 2024 Act apply to calendar years beginning on or after January 1, 14 2025.". 1516 Delete lines 33 through 39 and insert: 17 "SECTION 6. (1) The State Forestry Department Large Wildfire Fund is established in 18 the State Treasury, separate and distinct from the General Fund. "(2) The State Forestry Department Large Wildfire Fund shall be held by the State 19 20 Treasurer as a trust fund for use by the State Forestry Department for wildfire mitigation 21and suppression. The State Treasurer shall deposit and invest moneys in the fund as pro-22vided by law, taking into account its uses. Interest earned by the fund shall be credited to the fund. 2324"(3) The fund consists of moneys appropriated by the Legislative Assembly for deposit in 25the fund and other moneys appropriated to, allocated to, deposited in or transferred to the 26fund by the Legislative Assembly or otherwise.". 27On page 5, line 6, delete "and". 28Delete lines 7 and 8 and insert: 29(b) The following services, provided statewide and in areas of this state by the department:

- 30 "(A) Fire management on forestland;
- 31 "(B) Emergency response and support; and
- 32 "(C) Other services not described in this paragraph; and
- 33 "(c) The procurement of supplies related to purposes described in this subsection.".
- 34 On page 6, line 29, delete "fire" and insert "forest".
- 35 Delete lines 36 through 45.

1 On page 7, delete lines 1 through 12 and insert:

 $\mathbf{2}$ "SECTION 9. ORS 477.230 is amended to read:

3 "477.230. (1) The annual cost of protection provided by the [forester] State Forester for 4 forestland within a forest protection district shall be as [follows:] described in this section.

5 "[(a)] (2)(a) Grazing land within the district shall be protected by the [forester] State Forester at [a pro rata cost] the following per acre costs for all grazing land within the district boundary[. 6 7 However, forest patrol assessments levied and assessed under ORS 477.270 against such lands that are 8 not owned by public agencies may not exceed one-half of the pro rata cost per acre], exclusive of any assessment per acre under ORS 477.880[.]: 9

10

"(A) For grazing land owned by public agencies, 74 cents per acre.

11 "(B) For grazing land not owned by public agencies, including grazing land owned in fee by a federally recognized Indian tribe in this state or by a member of a federally recognized 1213Indian tribe in this state, 19 cents per acre.

"(b)(A) Except as provided by subparagraph (B) of this paragraph, the rates established 14 by paragraph (a) of this subsection shall be adjusted annually for inflation since 2024 based 1516 on the Consumer Price Index for All Urban Consumers, West Region (All Items).

17"(B) If the annual adjustment under this paragraph results in a rate that is lower than 18 the rate for the previous year, the rate shall remain unchanged from the previous year.

19 "[(b)] (3) Timberland within the district shall be protected by the [forester] State Forester at 20a pro rata cost per acre for all timberland within the district boundary. However, forest patrol as-21sessments levied and assessed under ORS 477.270 against [such lands] timberland that [are] is not 22owned by public agencies may not exceed one-half of the pro rata cost per acre, exclusive of any 23assessment per acre under ORS 477.880.

24 "[(2)] (4) The cost of protection described in this section shall be in accordance with a budget 25for the district approved by the State Board of Forestry.".

26In line 23, after "rate" insert "for timberland, as described in ORS 477.230 (4),".

27After line 24, insert:

28

"SECTION 10a. ORS 477.270 is amended to read:

29"477.270. (1) Subject to the forest patrol assessment limitations set forth in ORS 477.230:

"(a) The budgeted cost of the forester, as provided for in ORS 477.205 to 477.281, in providing 30 protection for privately owned forestland shall be a lien upon such property, shall be reported by 3132the forester to the governing body of the county in which the lands are situated on or after July 1 33 of each fiscal year, and shall be levied and collected by the governing body with the next taxes on 34the land in the same manner and with the same interest, penalty and cost charges as apply to ad 35 valorem property taxes in this state. The governing body shall instruct the proper officer to extend 36 the amounts on the assessment roll in a separate account, and the procedure provided by law for 37 the collection of taxes and delinquent taxes shall apply. Upon collection thereof, the governing body 38 shall repay the entire amount collected to the forester.

39 "(b) In lieu of the procedures under paragraph (a) of this subsection, the forester, under the di-40 rection of the State Board of Forestry, may make direct billing of the budgeted cost to owners of 41 forestland and receive payment of the cost therefrom. In the event that under such billing proce-42dures any owners fail to make payment, the unpaid budgeted cost shall become a lien against the property so billed and shall be levied and collected with the next taxes on such property as de-43 44 scribed in paragraph (a) of this subsection.

45

"(c) The budgeted cost of the forester in providing protection for forestland owned by the state

3 "(2) Except as provided in ORS 477.230 [(2)] (4), all moneys received by the forester pursuant 4 to this section shall be paid into the State Treasury, credited to the State Forestry Department Account and used exclusively for the purposes of ORS 477.205 to 477.281.". 5 On page 8, delete lines 8 through 17 and insert: 6 "SECTION 12. ORS 477.281 is amended to read: 7 "477.281. (1) The obligation of an owner of timberland or grazing land for payment of assess-8 ments and taxes for fire protection of forestland is limited to: 9 "(a) The payment of moneys pursuant to ORS 321.015 (2), 477.277[,] and 477.295[, 477.760 (4) and 10 11 477.880 to maintain] to the Oregon Forest Land Protection Fund; [and] "(b) The payment of forest protection district assessments pursuant to ORS 477.205 to 12477.281[.]; and 13"(c) The payment of the assessment described in ORS 477.880. 14 15"(2) As used in this section, 'obligation of an owner of timberland or grazing land for payment 16 of assessments and taxes for fire protection of forestland' does not include the duties or obligations of the owner under ORS 477.066, 477.068 or 477.120 or the obligations of an owner of land included 17in a rural fire protection district pursuant to ORS 478.010.". 18 19 On page 10, after line 43, insert: "(4) Prior to the beginning of each fiscal year, distribute payments for the fiscal year budgets 2021of forest protection districts to the State Forestry Department and forest protection districts.". 22On page 11, delete lines 38 through 45. 23On page 12, delete lines 1 through 28 and insert: "SECTION 21. ORS 477.755 is amended to read: 24 25"477.755. (1) As used in this section, 'annual expenditure' means the expenses of the Oregon 26Forest Land Protection Fund obligated in any 12-month period [designated by the Emergency Fire 27Cost Committee by rule, corresponding to the policy period of any insurance for emergency fire costs], consistent with the fiscal year budgeting of the State Forestry Department. 2829"(2) Notwithstanding ORS 291.238, the moneys in the Oregon Forest Land Protection Fund are 30 continuously appropriated to the Emergency Fire Cost Committee for the purposes of: "[(a) Equalizing emergency fire suppression costs for safeguarding forestland in any forest pro-3132tection district;] "(a) Making payments for the fiscal year budgets of forest protection districts, but not 33 for centralized administration costs; 3435 "(b) Paying necessary [administrative] expenses, not to exceed the limit authorized by the Leg-36 islative Assembly each biennium; 37 "[(c) Contributing to the payment of emergency fire suppression costs insurance premiums, subject to the payment limitation established in ORS 477.775 (4);] 38 39 "[(d) Paying costs related to the availability and mobilization of emergency fire suppression re-40 sources on a statewide basis; and] 41 "[(e)] (c) Paying for nonroutine purchases of supplemental fire prevention, detection or suppression resources that will enhance the ability of the forester to perform fire protection responsi-4243 bilities within a forest protection district[.]; and 44 "(d) Issuing loans to the department or forest protection associations that relate to 45 necessary wildfire costs.

or by a political subdivision shall be paid to the forester on or before the first day of January of the

fiscal year for which such protection is to be provided.

1 2

"[(3) Notwithstanding any other provision of law, the annual expenditure from the Oregon Forest 1 2 Land Protection Fund from revenues received from ORS 321.015 (2), 477.277 (1), 477.295 (1) and (2), 3 477.750 (1) and (2), 477.760 (4) and 477.880 may not exceed the lesser of:] 4 "[(a) \$13.5 million; or] "[(b) The sum of:] 5 6 "[(A) The lesser of \$10 million or 50 percent of the eligible annual fire suppression costs deter-7 mined by the committee;] "[(B) Necessary administrative expenses as determined by the committee and authorized under the 8 limit described in subsection (2)(b) of this section;] 9 10 "[(C) Contributions to the payment of emergency fire suppression costs insurance premiums, subject to the payment limitation established in ORS 477.775 (4);] 11 (D) The lesser of \$3 million or three-fifths of the actual cost of activities described in ORS 12477.777 (1)(b) and (c); and] 13"(E) Any amounts expended for nonroutine purchases described in subsection (2)(e) of this 14 15section.1". 16 In line 32, delete "reserve base" and insert "administration". On page 13, delete lines 29 through 40 and insert: 17"SECTION 24. ORS 477.770 is amended to read: 18 "477.770. (1) In addition to the rules described in ORS 477.760, the Emergency Fire Cost 19 Committee shall promulgate rules relating to the disposition of moneys from the Oregon Forest Land 2021Protection Fund. 22"(2) [Under such] The rules [the committee] may: 23"(a) Require that [prior to the payment of moneys from the fund the forest protection district expend an amount for emergency fire suppression not to exceed a per acre amount determined to be 10 24 25percent of the total budgeted amount of all districts as set forth in ORS 477.220 to 477.415 divided by 26the total protected acres of all districts. However, any such amount per acre shall apply uniformly to 27each forest protection district], before receiving a reimbursement for emergency fire costs, forest protection districts expend a specified amount. 28 "(b) Set forth a process for reviewing the disbursement of moneys from the fund. 29 "(c) Establish best practices for reviewing: 30 "(A) Forest protection district budgets; and 31"(B) Emergency fire suppression costs.". 3233 On page 14, delete lines 36 through 39 and insert: 34 "(f) Providing funds for centralized administration costs. 35 "(g) For deposit into the State Forestry Department Large Wildfire Fund established by section 6 of this 2024 Act, providing funds for costs associated with obligations to the General Fund due to 36 37 estimated emergency firefighting costs.". On page 15, line 1, after "suppression" insert ", including moneys expended on resources ac-38 quired in accordance with subsection (1)(b) and (c) of this section and moneys expended for emer-39 40 gency firefighting costs". 41 On page 16, delete lines 32 through 35 and insert: 42**"ACREAGE ASSESSMENT** 43 44 "SECTION 28. ORS 477.880 is amended to read: 45

"477.880. (1) An assessment for the cost of fire protection and suppression is levied upon the 1 2 owners of all forestland that has been classified under ORS 526.305 to 526.370 and that is protected from the start or spread of fire thereon or therefrom by: 3 4 "(a) The forester under ORS 477.210 (4), with the approval of the State Board of Forestry; "(b) The United States of America through contract or agreement with the forester or board; 5 6 "(c) Any forest protective agency under contract or agreement with the forester or board pur-7 suant to ORS 477.406; or 8 "(d) Any forest protective agency, described in paragraph (c) of this subsection, under a contract or agreement with the United States of America wherein such agency agrees to protect specific 9 federal forestlands, and in return, the United States of America agrees to protect specific lands of 10 11 such agency. "(2)(a) [Except as otherwise provided in ORS 477.760,] For each fiscal year the assessment levied 12per acre of ownership of forestland designated in subsection (1) of this section shall be[:] sufficient 13to collect \$5 million. 14 "[(a) Seven and one-half cents for all forestlands east of the summit of the Cascade Mountains and 1516 all forestlands which have been classified Class 3, agricultural class, under ORS 526.305 to 526.370; or]17 18 "[(b) Five cents for all forestlands not described in paragraph (a) of this subsection.] 19 "(b)(A) Except as provided by subparagraph (B) of this paragraph, the rate established 20by paragraph (a) of this subsection shall be adjusted annually for inflation since 2024 based 21on the Consumer Price Index for All Urban Consumers, West Region (All Items). 22"(B) If the annual adjustment under this paragraph results in a rate that is lower than 23the rate for the previous year, the rate shall remain unchanged from the previous year. 24"(3) The receipts from the assessment levied by this section shall be used for: 25(a) Acquiring and placing centrally managed fire suppression resources for statewide 26use; and 27"(b) Acquiring fast-mobilizing, short-term contingency resources to be used based on predictions of: 28"(A) Severe fire weather; 29"(B) Widespread lightning events; or 30 "(C) Serious resource shortages due to a heavy fire season in this state, in the western 3132region of the United States or nationally. "SECTION 29. ORS 477.970 is amended to read: 33 "477.970. The receipts from the assessment levied by ORS 477.880 shall be paid into the [Oregon 3435 Forest Land Protection Fund] State Treasury, credited to the State Forestry Department Account and expended for the purposes described in ORS 477.880 (3). 36 37 **"STATE FORESTRY DEPARTMENT STUDY** 38 39 "SECTION 30. (1) The State Forestry Department shall study the zone 1 designation de-40 41 scribed in ORS 476.310 and 476.320. 42(2) On or before January 1, 2025, the department shall submit a report, in the manner prescribed by ORS 192.245, on the results of the study, and may include recommendations for 43 44 legislation, to interim committees of the Legislative Assembly related to wildfire. "SECTION 31. Section 30 of this 2024 Act is repealed on January 2, 2026.". 45

1 In line 39, delete "29" and insert "32
--

2 In line 45, delete "30" and insert "33".

3