FISCAL IMPACT OF PROPOSED LEGISLATION Measure: HB 2746

Seventy-Sixth Oregon Legislative Assembly – 2011 Regular Session
Legislative Fiscal Office

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Measure Description:
The measure prohibits State Parks and Recreation Department from requiring certain nonprofit organizations to pay percentage of receipts of concessions sold at state parks and certain other areas.

Government Unit(s) Affected:
Oregon Parks and Recreation Department

Summary of Expenditure Impact: See Analysis

Local Government Mandate:
This bill does not affect local governments' service levels or shared revenues sufficient to trigger Section 15, Article XI of the Oregon Constitution.

Analysis:
The measure prohibits the Oregon Parks and Recreation Department (OPRD) from requiring certain organizations described in section 501(c)(3) or (6) of the Internal Revenue Code to pay a percentage of receipts of concessions sold at state parks and certain other areas. The measure is effective January 1, 2012.

Organizations in section 501(c)(3) or (6) of the Internal Revenue Code are nonprofit charitable organizations and business leagues, chambers of commerce, boards of trade and similar organizations.

OPRD states that it receives a percentage of sales receipts from food concessions operated by nonprofit organizations at the Oregon State Fair. The percentage of the receipts is used to offset the utility costs incurred by OPRD from the operation of the concessions. OPRD estimates the amount of revenue received from the 2010 Oregon State Fair to be $54,000 Other Funds.

The fiscal impact is indeterminate. Assuming that the number of food concessions operated by nonprofit charitable organizations remained at a similar number per annual State Fair, OPRD may have a loss of revenue of approximately $54,000 Other Funds in 2011-13 and $108,000 in 2013-15.

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