Legislative Fiscal Office 900 Court St. NE, Room H-178 Salem, Oregon 97301 Phone 503-986-1828 FAX 503-373-7807

To: Public Safety Subcommittee

From: Monica Brown, Legislative Fiscal Office (503) 986-1839

Date: May 23, 2013

Subject:HB 5039 Oregon State Police, State Fire Marshal Fee RatificationPublic Hearing and Work Session Recommendations

HB 5039 relates to state financial administration and is currently a "blank" bill that will be amended to ratify a fee increase. The measure has an emergency clause and takes effect on July 1, 2013.

The measure, preliminary Joint Committee on Ways and Means staff measure summary, and fiscal impact statement are available on the Oregon Legislative Information System (OLIS).

<u>Amendment</u>

There is a -1 amendment replaces the entire measure and ratifies a \$1 per petroleum load increase that was adopted by the Oregon State Police, State Fire Marshal on January 1, 2013.

Motion #1: Move the -1 amendment to HB 5039.

Measure as Modified

The measure, as amended, is recommended to be moved to the full Committee on Joint Ways and Means.

Motion #2: Move HB 5039 to the full committee with a "do pass" recommendation, as amended.

Assignment of Carriers

Full:
2nd Chamber:

HB 5039-1 (LC 3689) 5/22/13 (TR/ps)

PROPOSED AMENDMENTS TO HOUSE BILL 5039

1 In line 2 of the printed bill, delete "appropriating money; limiting ex-2 penditures;".

3 Delete lines 5 through 16 and insert:

"<u>SECTION 1.</u> For the purpose of carrying out the provisions of ORS
291.055 (1)(e), the increased fee of \$5 per petroleum load, adopted by the
Department of State Police, office of State Fire Marshal, and approved
by the Oregon Department of Administrative Services, is approved.

8 "<u>SECTION 2.</u> This 2013 Act being necessary for the immediate 9 preservation of the public peace, health and safety, an emergency is 10 declared to exist, and this 2013 Act takes effect July 1, 2013.".

11

This summary has not been adopted or officially endorsed by action of the Committee.

77th OREGON LEGISLATIVE ASSEMBLY - 2013 Session PRELIMINARY STAFF MEASURE SUMMARY

Joint Committee on Ways and Means

Revenue: No revenue impact statement issued

Fiscal:	Fiscal statement issued	
Action:		
Vote:		
<u>House</u>		
Yeas:	Υ. Υ	
Nays:		
Exc:		
Senate [Senate]		
Yeas:		
Nays:		
Exc:		
Prepared		
Meeting D	ate: [Full Committee Meeting Date]	

WHAT THE MEASURE DOES: Ratifies fee changes adopted by the Oregon State Police, State Fire Marshal and approved by the Department of Administrative Services. The Petroleum Load fee was increased to \$5 per load from \$4 on January 1, 2013.

ISSUES DISCUSSED:

EFFECT OF COMMITTEE AMENDMENT: Replaces the bill.

BACKGROUND: ORS 291.055(1)(e) requires the Legislative Assembly to ratify fees an agency implements during the prior biennium without legislative approval. The fee revenue is anticipated in the budget.

MEASURE: HB 5039-1

Carrier - House: Rep. Carrier - Senate: Sen.

FISCAL IMPACT OF PROPOSED LEGISLATION

Seventy-Seventh Oregon Legislative Assembly – 2013 Regular Session Legislative Fiscal Office

Measure: HB 5039 - 1

Only Impacts on Original or Engrossed Versions are Considered Official

Prepared by:	John Terpening
Reviewed by:	Monica Brown
Date:	5-23-2013

Measure Description:

Approves increased fees adopted by the State Fire Marshal.

Government Unit(s) Affected:

Oregon State Police (OSP)

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:

ORS 291.055(1)(e) requires all new state agency fees or fee increases adopted after July 1 of any oddnumbered year to be rescinded on July 1 unless authorized by enabling legislation setting forth the approved fees. This bill provides the enabling legislation necessary to approve fees adopted through Administrative Rule by Oregon State Police for the State Fire Marshal during the 2011-2013 interim. The fee for petroleum product delivery or withdrawal loads was increased to \$5, from \$4, on January 1, 2013. This fee increase is anticipated to generate \$134,547 Other Funds revenue during the 2011-2013 biennium.

The 2013-2015 budget assumes the continuation of the revenue from this fee change, as well as additional annual incremental changes of \$1 per load. The fee increase being ratified by this bill is anticipated to create \$538,188 Other Funds revenue during the 2013-2015 biennium.