FULL COMMITTEE PONY

Senate Bill 810 Relating to transportation

Senate Bill 810 proposes a voluntary program to phase in implementation of a new road user fee. The fee will be a mileage-based road user charge (RUC) of 1.5 cents per mile to be imposed on vehicles in the program. The program is limited to no more than 5,000 vehicles at one time. The vehicles in this program will pay the road user charge and not the Oregon Fuels Tax.

As amended, the 5,000 vehicles will be allocated among fuel economy rates: Up to 1,500 vehicles rated at 17 miles per gallon or less, up to 1,500 vehicles rated between 17 and 22 miles per gallon, and the remainder rated greater than 22 miles per gallon.

The measure provides \$2.8 million expenditure limitation to implement the program, which includes 11 positions, 8.75 full-time equivalents.

The measure also corrects an inadvertent error in a 2011 bill regarding selling property located near a rail line.

The Capital Construction Subcommittee recommends Senate Bill 810 be amended and reported out do pass, as amended.

77 th OREGON LEGISLATIVE ASSEMBLY – 2013 Session BUDGET REPORT AND MEASURE SUMMARY	MEASURE:	SB 810-B
JOINT COMMITTEE ON WAYS AND MEANS	Carrier – House: Carrier – Senate:	-

Action: Do Pass the A-Engrossed Measure as Amended and be Printed B-Engrossed

Vote:	
<u>House</u> Yeas:	
Nays: Exc:	
<u>Senate</u> Yeas:	
Nays: Exc:	
Prepared By:	Linda Gilbert, Legislative Fiscal Office
Reviewed By:	Ken Rocco, Legislative Fiscal Office

Meeting Date: July 3, 2013

<u>Agency</u> Oregon Department of Transportation Biennium 2013-15

Budget Summary*

2011-13 Legislatively Approved Budget ⁽¹⁾						Committee Change from 2011-13 Leg. Approved				
						\$	S Change	% Change		
\$	0	\$	0	\$	2,828,339	\$	2,828,339	100.0%		
\$	0	\$	0	\$	2,828,339	\$	2,828,339	100.0%		
	0 0.00		0 0.00		11 8.75		11 8.75			
	0	\$ <u>0</u> \$0	Approved Budget ⁽¹⁾ Let \$ 0 \$ \$ 0 \$ 0 0 \$	Approved Budget ⁽¹⁾ Level $$$ 0 $$$ 0 $$$ 000	Approved Budget ⁽¹⁾ LevelReco $\frac{\$ 0}{\$ 0}$ $\frac{\$ 0}{\$ 0}$ $\frac{\$}{\$ 0}$ 00 $\frac{\$ 0}{\$ 0}$	Approved Budget ⁽¹⁾ Level Recommendation $\frac{\$ 0}{\$ 0}$ $\frac{\$ 0}{\$ 0}$ $\frac{\$ 2,828,339}{\$ 2,828,339}$ 0 0 11	Approved Budget ⁽¹⁾ Level Recommendation $\frac{\$ 0}{\$ 0}$ $\frac{\$ 0}{\$ 0}$ $\frac{\$ 2,828,339}{\$ 2,828,339}$ $\frac{\$}{\$}$ 0 0 11	Approved Budget ⁽¹⁾ Level Recommendation Approve $\frac{\$}{\$}$ 0 $\frac{\$}{\$}$ 0 $\frac{\$}{\$}$ $\frac{\$}{\$}$ $\frac{\$ Change}{\$}$ 0 0 $\frac{\$}{\$}$ $\frac{\$ 2,828,339}{\$}$ $\frac{\$ 2,828,339}{\$}$ $\frac{\$ 2,828,339}{\$}$ 11 11		

⁽¹⁾ Includes adjustments through December 2012

* Excludes Capital Construction expenditures

Summary of Revenue Changes

The funding for this bill is from a new Road User Charge (a mileage fee), which is a highway fund dedicated revenue.

Summary of Capital Construction Subcommittee Action

SB 810-B establishes a voluntary Road Usage Charge process for up to 5,000 drivers. The fee is 1.5 cents per mile Road User Charge (RUC) to be imposed on vehicles in the program. The vehicles' drivers will pay the RUC and not the Oregon Fuels tax. Vehicles may be equipped so as to allow the collection and reporting of metered mileage. A private sector service provider will collect the RUC.

The Subcommittee recommended an increase of \$2,828,339 Other Funds expenditure limitation and 8.75 FTE for the Oregon Department of Transportation to implement and administer the program in 2013-15.

DETAIL OF JOINT COMMITTEE ON WAYS AND MEANS ACTION

Oregon Department of Transportation Linda Gilbert - 503-986-1845

			LOTTERY FUNDS	_	OTHER FUNDS				FEDERAL FUNDS				TOTAL			
DESCRIPTION	-	GENERAL FUND				LIMITED	NONL	IMITED	LIM	ITED	NON	LIMITED	-	ALL FUNDS	POS	FTE
SUBCOMMITTEE RECOMMENDATION																
Oregon Department of Transportation SCR 100-55 - Highw ay Special Programs																
Personal Services	\$	0	\$	0	\$	1,549,149	\$	0	\$	0	\$	0	\$	1,549,149	11	8.75
Services and Supplies	\$	0	\$	0	\$	1,279,190	\$	0	\$	0	\$	0	\$	1,279,190		
SUBCOMMITTEE RECOMMENDATION	\$	0	\$	0	\$	2,828,339	\$	0	\$	0	\$	0	\$	2,828,339	11	8.75

SB 810-A9 (LC 3802) 7/3/13 (ASD/ps)

PROPOSED AMENDMENTS TO A-ENGROSSED SENATE BILL 810

1 On <u>page 1</u> of the printed A-engrossed bill, line 2, after "ORS" insert 2 "271.310,".

3 In line 3, after the semicolon insert "limiting expenditures;".

4 On page 2, delete lines 28 and 29 and insert:

5 "(d) Approval does not cause the number of subject vehicles active in the 6 road usage charge program on the date of approval to exceed 5,000, of which 7 no more than 1,500 may have a rating of less than 17 miles per gallon and 8 no more than 1,500 may have a rating of at least 17 miles per gallon and less 9 than 22 miles per gallon, such ratings to be determined pursuant to a method 10 established by the department.".

11 On page 16, after line 1, insert:

12

"EXPENDITURE LIMITATION

13

"SECTION 31. Notwithstanding any other law limiting expenditures, 14 the limitation on expenditures established by section 3 (7), chapter 556, 15Oregon Laws 2013 (Enrolled Senate Bill 5544), for the biennium begin-16 ning July 1, 2013, as the maximum limit for payment of expenses from 17 fees, moneys or other revenues, including Miscellaneous Receipts and 18 federal funds received as reimbursement from the United States De-19 partment of Transportation, but excluding lottery funds and federal 20funds not described in this section, collected or received by the De-21partment of Transportation, is increased by \$2,828,339 for the road us-22

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age charge program established by sections 2 to 15 of this 2013 Act.".

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"RAIL PROXIMATE REAL PROPERTY TRANSFERS

"SECTION 32. ORS 271.310 is amended to read:

"271.310. (1) Except as provided in subsection (2) of this section and sub-6 ject to subsection (3) of this section, whenever any political subdivision 7 possesses or controls real property not needed for public use, or whenever 8 the public interest may be furthered, a political subdivision may sell, ex-9 change, convey or lease for any period not exceeding 99 years all or any part 10 of the political subdivision's interest in the property to a governmental body 11 or private individual or corporation. The consideration for the transfer or 12lease may be cash or real property, or both. 13

"(2) If the ownership, right or title of the political subdivision to any real 14 property set apart by deed, will or otherwise for a burial ground or cemetery, 15or for the purpose of interring the remains of deceased persons, is limited 16 or qualified or the use of the real property is restricted, whether by dedi-17 cation or otherwise, the political subdivision may, after the county court or 18 governing body thereof has first declared by resolution that the real property 19 is not needed for public use, or that the sale, exchange, conveyance or lease 20of the real property will further the public interest, file a complaint in the 21circuit court for the county in which the real property is located against all 22persons claiming any right, title or interest in the real property, whether the 23interest be contingent, conditional or otherwise, for authority to sell, ex-24change, convey or lease all or any part of the real property. The resolution 25is prima facie evidence that the real property is not needed for public use, 26or that the sale, exchange, conveyance or lease will further the public in-27terest. The action shall be commenced and prosecuted to final determination 28in the same manner as an action not triable by right to a jury. The complaint 29 shall contain a description of the real property, a statement of the nature 30

of the restriction, qualification or limitations, and a statement that the defendants claim some interest therein. The court shall make such judgment as it shall deem proper, taking into consideration the limitation, qualifications or restrictions, the resolution, and all other matters pertinent thereto. Neither costs nor disbursements may be recovered against any defendant.

6 "(3)(a) At least 30 days before listing or placing real property for sale, 7 exchange or conveyance, a political subdivision shall notify the Department 8 of Transportation of its intent to sell, exchange or convey the real property 9 if the real property is within 100 feet of a railroad right of way or is within 10 500 feet of an at-grade rail crossing.

"(b) The department shall share the advance notice with private providers 11 of rail service that might be interested in obtaining the real property to fa-12cilitate the current delivery or future expansion of rail service. Notwith-13 standing the benefit of receiving advance notice, a private provider of rail 14 service may not obtain or enter into negotiations to obtain the real property 15until the political subdivision offers the real property for sale, exchange, 16 conveyance or lease to the general public. As used in this paragraph, 'general 17 public' includes private providers of rail service. 18

19 "(c) Paragraph (a) of this subsection does not apply:

"(A) To light rail corridors and any other rail corridors excluded by rule
 of the department;

"(B) If the proposed sale, exchange or conveyance of the real property is to a provider of rail service; or

"(C) To the proposed sale, exchange or conveyance of easements.
"(d) The department shall adopt rules to implement this subsection. The
rules may include provisions that:

"(A) Identify rail corridors within which a political subdivision is not
required to provide notice of intention to sell, exchange or convey real
property within 100 feet of a railroad right of way or within 500 feet of an
at-grade rail crossing.

"(B) Establish a process for providing advance notice to private providersof rail service.

"(4) Unless the governing body of a political subdivision determines under 3 subsection (1) of this section that the public interest may be furthered, real 4 property needed for public use by any political subdivision owning or con- $\mathbf{5}$ trolling the property may not be sold, exchanged, conveyed or leased under 6 the authority of ORS 271.300 to 271.360, except that it may be exchanged for 7 property that is of equal or superior useful value for public use. Any such 8 property not immediately needed for public use may be leased if, in the dis-9 cretion of the governing body having control of the property, the property 10 will not be needed for public use within the period of the lease. 11

"(5) The authority to lease property granted by this section includes authority to lease property not owned or controlled by the political subdivision at the time of entering into the lease. A lease under this subsection shall be conditioned upon the subsequent acquisition of the interest covered by the lease.".

In line 5, delete "31" and insert "33".

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