

February 11, 2020

Senator Beyer, Co-Chair Joint Committee on Transportation Oregon State Capitol 900 Court Street NE, S-411 Salem, OR 97301 Representative Caddy McKeown, Co-Chair Joint Committee on Transportation Oregon State Capitol 900 Court Street NE, H-476 Salem, OR 97301

Dear Co-Chairs Barnhart and McKeown, and Members of the Committee:

Regarding Oregon House Bill 4036, the City of Eugene/Eugene Airport is in support of the -5 amendment as written, lifting the sunset on the current aviation fuel tax law.

We object to the -9 amendment, which removes statute prioritization of the distribution of funds generated from the aviation fuel tax. This would potentially have a detrimental effect on airports statewide, including non-hub and small hub commercial service airports, and general aviation airports. Language in the original draft HB 4036 matches the language adopted by the Oregon Department of Aviation (ODA) stakeholder rulemaking committee late last year and recommended to the Oregon State Aviation Board (Board).

The -9 amendment disregards the currently stated first-priority "to assist airports in Oregon with match requirements for Federal Aviation Administration (FAA) Airport Improvement Program (AIP) grants." The -9 amendment would make it impossible for ODA staff to compile applications according to a legislated prioritization to refer on to the Area Commissions on Transportation (ACT) for consideration. It would diminish the role of the ACTs in making meaningful recommendations to the Board as these regional decisions could be disregarded by members of the Board. Ultimately, removal of the prioritizations would mean airports and other interested parties would have to lobby members of the Board to prevail in grant awards.

For most airports across the state, the current prioritization set forth for Critical Oregon Airport Relief (CORE) grants leverages a 10% local match (via ODA funding) to gain the 90% AIP funding. With ConnectOregon no longer a viable funding source for aviation projects, many airports across the state now rely solely on the CORE grant match as their only way to apply for and obtain AIP grants, providing for critical infrastructure and investment in the local and state economies.

Thank you for your thoughtful consideration to support the -5 amendment and oppose the -9 amendment to HB 4036.

Sincerely,

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Timothy Doll, A.A.E.

Eugene Airport Director 28855 Lockheed Drive tim.m.doll@ci.eugene.or.us