



Legislative Fiscal Office
83rd Oregon Legislative Assembly
2025 Regular Session

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Date: April 9, 2025

Bill Title: Relating to infrastructure projects; declaring an emergency.

Government Unit(s) Affected: Oregon Business Development Department, Cities

Summary of Fiscal Impact

2025-27 Biennium	General Fund	Lottery Funds	Other Funds	Federal Funds	Total Funds	Positions	FTE
Oregon Business Development Department	\$ 26,112,165	\$ -	\$ -	\$ -	\$ 26,112,165	1	0.88
Total Fiscal Impact	\$ 26,112,165	\$ -	\$ -	\$ -	\$ 26,112,165	1	0.88

2027-29 Biennium	General Fund	Lottery Funds	Other Funds	Federal Funds	Total Funds	Positions	FTE
Oregon Business Development Department	\$ -	\$ -	\$ -	\$ -	\$ -	-	-
Total Fiscal Impact	\$ -	\$ -	\$ -	\$ -	\$ -	-	-

Measure Description

The measure includes a one-time appropriation of \$25.9 million General Fund to the Oregon Business Development Department (OBDD) in the 2025-27 biennium to award grants to 11 named cities to develop infrastructure projects. The measure also includes conforming amendments that extend the sunset dates in HB 4134 (2024), which direct OBDD to provide grants to cities for infrastructure projects until 2028 and require cities to provide reports to OBDD on the progress of the infrastructure projects until 2032.

Fiscal Analysis

The fiscal impact of the measure is \$26.1 million General Fund and one position (0.88 FTE) in the 2025-27 biennium. The measure directs OBDD to award grants for infrastructure projects to cities, in addition to grant awards provided under HB 4134. OBDD will provide the grant awards to the 11 named cities and monitor the projects to ensure they meet timelines for project completion and home construction.

To oversee this work, OBDD will need one full-time, limited duration Operations and Policy Analyst 3 position (0.88 FTE) to provide project management of the 11 proposed projects. The estimated cost of this position, including position-related services and supplies, is \$245,540 General Fund. The position will be phased out at the end of the 2025-27 biennium. OBDD will also incur additional services and supplies costs for legal services, travel, and information technology. The total estimated administrative cost to OBDD is \$262,165 General Fund. Because the measure does not permit OBDD to expend the \$25.9 million appropriation on administrative costs, this fiscal impact assumes that OBDD would need additional funding to implement the measure.

The measure is anticipated to have a minimal fiscal impact on the 11 named cities that will receive a grant award for an infrastructure project.

Relevant Dates

The measure declares an emergency and takes effect on July 1, 2025.

OBDD's authority to award grants to cities for infrastructure projects sunsets on January 2, 2028. Cities that receive grant awards from OBDD are required to submit reports to OBDD on the progress of the infrastructure projects until January 2, 2032.