

# House Bill 3654

Sponsored by Representative DIEHL; Representative HARBICK

## SUMMARY

The following summary is not prepared by the sponsors of the measure and is not a part of the body thereof subject to consideration by the Legislative Assembly. It is an editor's brief statement of the essential features of the measure **as introduced**. The statement includes a measure digest written in compliance with applicable readability standards.

Digest: The Act would set a maximum percent required for matching grants made by the state to small cities for capital projects. (Flesch Readability Score: 64.6).

Sets maximum matching fund requirements for state grants to small incorporated cities for capital construction and municipal infrastructure.

Takes effect on the 91st day following adjournment sine die.

## A BILL FOR AN ACT

Relating to matching grants for cities; and prescribing an effective date.

**Be It Enacted by the People of the State of Oregon:**

**SECTION 1. (1) Matching grants for capital construction and municipal infrastructure made by the State of Oregon to incorporated cities with a population not greater than 20,000 shall be offered on the following terms, based on population according to the most recent federal decennial census:**

**(a) Incorporated cities with a population not greater than 5,000 may be required to provide matching funds of not greater than:**

**(A) Three percent of the amount of a grant award of \$100,000 or less.**

**(B) Five percent of the amount of a grant award greater than \$100,000.**

**(b) Incorporated cities with a population greater than 5,000 but not greater than 7,500 may be required to provide matching funds of not greater than seven percent of the amount of the grant award.**

**(c) Incorporated cities with a population greater than 7,500 but not greater than 10,000 may be required to provide matching funds of not greater than nine percent of the amount of the grant award.**

**(d) Incorporated cities with a population greater than 10,000 but not greater than 20,000 may be required to provide matching funds of not greater than 12 percent of the amount of the grant award.**

**(2) Incorporated cities with a population not greater than 20,000 may use capital construction and municipal infrastructure grant moneys for all phases of a funded project in addition to construction, including, but not limited to, engineering, planning and support.**

**SECTION 2. This 2025 Act takes effect on the 91st day after the date on which the 2025 regular session of the Eighty-third Legislative Assembly adjourns sine die.**

**NOTE:** Matter in **boldfaced** type in an amended section is new; matter *[italic and bracketed]* is existing law to be omitted. New sections are in **boldfaced** type.