

June 27, 2025

House Committee on Rules Oregon State Capitol 900 Court Street NE Salem, Oregon 97701

RE: HB 3402 -3

Dear Chair Bowman, Vice-Chairs Drazan and Pham, and Members of the Committee.

The City of Bend opposes HB 3402 -3. Oregon needs a robust and diversified transportation revenue solution that supports both the state and local governments' ability to maintain their transportation systems.

The 50-30-20 split is a critical funding source for the City of Bend. Even though Bend has implemented new funding tools—adopting a new transportation fee in 2024 and adjusting our system development charges (SDCs)--we face gaps in our ability to maintain a well-functioning transportation system and to pay for new infrastructure necessary for growth and new housing. The 20% share of state revenues is critical to help us in this work, as are programs like Great Streets, Safe Routes to School, and Oregon Community Paths.

HB 3402 -3 fails to address the funding needs of local governments. Central Oregonians and the City of Bend depend on a well-maintained, safe, and complete local, regional, and statewide transportation system. On behalf of the City of Bend, I urge you to vote no on HB 3402 -3 and work toward a funding solution that recognizes and addresses the needs of both the state and local governments.

Sincerely,

In King

Eric King City Manager City of Bend