



Legislative Update



Agenda:

Inside the Capitol

2023 Session Priorities

General Take Home Messages

LOC Priority Legislation

- Housing
- Infrastructure Funding
- BiDRAWS
- Transportation
- M-110
- Economic Development
- Broadband Cybersecurity
- Climate Package



Inside the Capitol

The background image shows the Oregon State Capitol building, a large neoclassical structure with a prominent dome topped by a statue. In the foreground, there is a large, active fountain with multiple water jets. Several people are walking on the plaza in front of the building, and some cars are parked or driving nearby. The scene is captured in a slightly faded, light blue-tinted style.

Limited access to Capitol due to construction

1/3 of membership were new to legislature

2/3 of legislature had not worked together in-person

New leadership group Governor-Senate-House

LOC 2023 Session Priorities

Infrastructure Funding to Support Resilient Communities & Needed Housing

Community Resilience and Wildfire Planning

Local Funding to Address Homelessness

Transportation Safety Improvements

Address Measure 110 Shortcomings

Funding and Alignment of State Land Use Initiatives

Economic Development Incentives

Lodging Tax Flexibility

General Take Home Messages

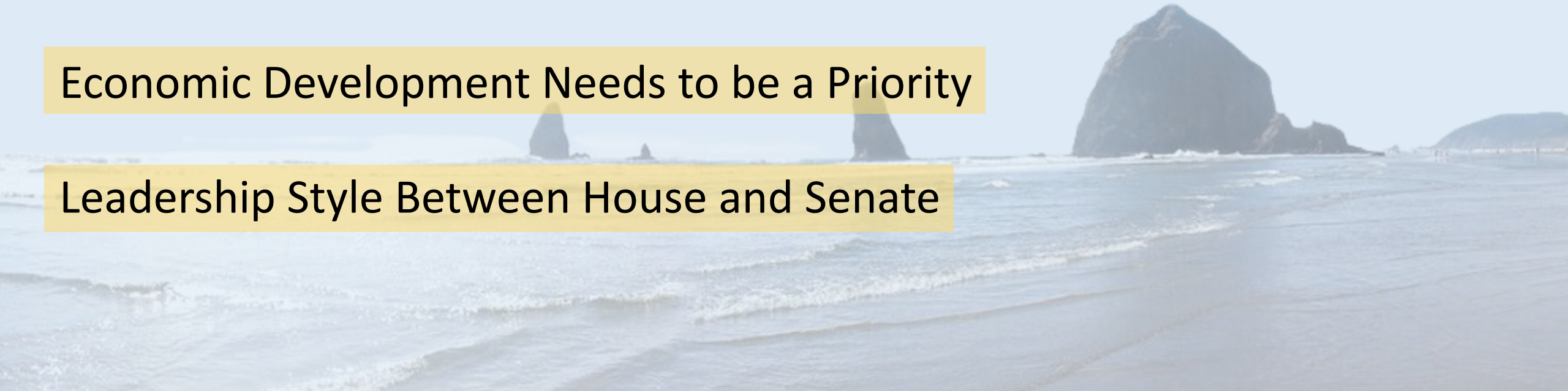
When Cities Engage We See Results

\$1.9 billion Surplus revenue

State Funding of Local Projects and Local Control are Difficult Messages

Economic Development Needs to be a Priority

Leadership Style Between House and Senate



2023 – A Session of Packages

Semiconductor Package

Housing Packages

Drought Package

Climate Package

Walkout

May 3 - Senate Republican Walkout

June 15 - Senate Republicans Return

400+ Bills in Queue



Housing Packages

HB 2001/HB 5019 – 60-Day Emergency Homelessness and Housing Response

- Funds Governor Kotek's Emergency Declaration
- Establishes Oregon Housing Needs Analysis
- Funds and establishes various programs, including predevelopment loans

HB 3395 - End of Session Housing Package

- Extends and clarifies shelter siting law
- New duplex code requirement for cities at populations between 2,500 and 10,000
- \$5 million for local development capacity through COGs and EDDs



Infrastructure Funding

League of Oregon Cities Report: \$23 billion need for water and wastewater infrastructure.

Governor's Request budget \$90 million for Special Public Works Fund

LOC requests \$125 million for Special Public Works Fund

Legislature recapitalizes at \$30 million

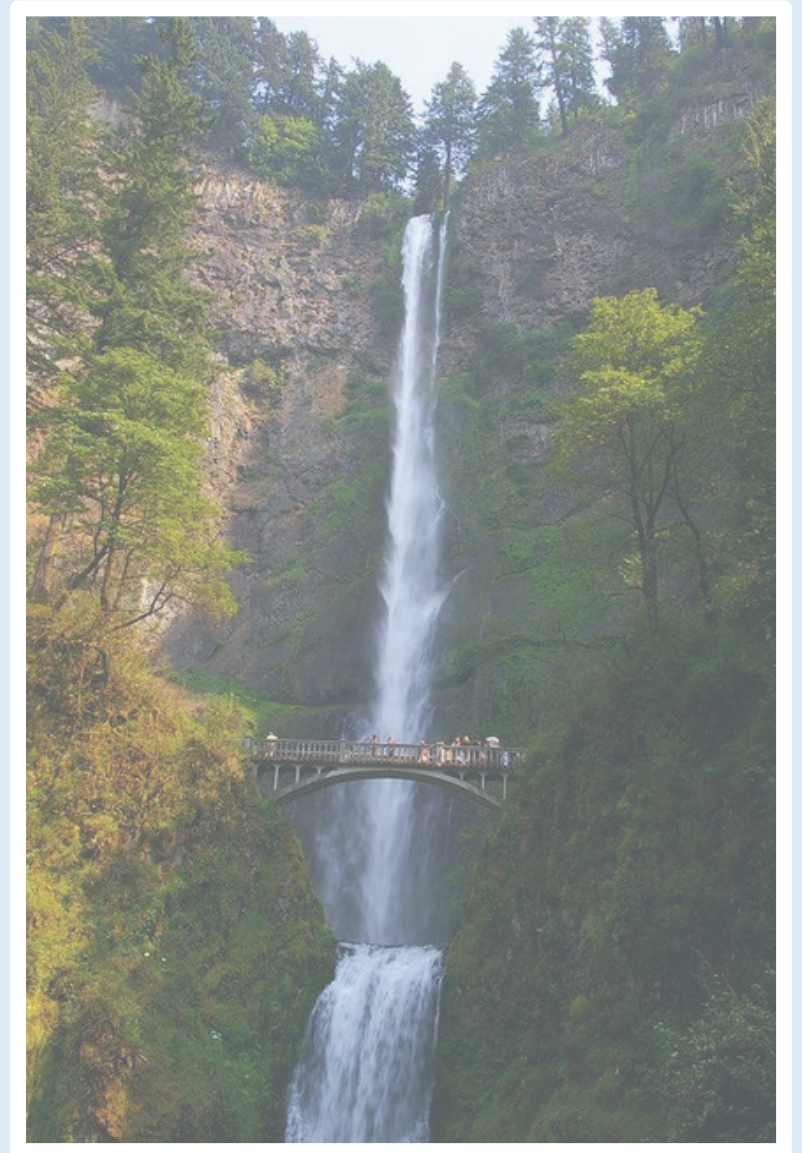
Bipartisan Drought Relief and Water Security Package (BiDRAWS)

Led by Rep. Helm and Rep. Owens in the House

Initially over a \$250 million package

Started as HB 3124 and became omnibus bill in HB 2010

Roughly \$110 million in final package



Transportation

Safety Enhancement

Speed Photo Radar – HB 2095

- ✓ All Cities
- ✓ Applied to high-speed corridors
- ✓ More flexible Local Speed Setting Authority

Funding

Fund Exchange – HB 2101

- ✓ Stability Added

Interstate Bridge

- ✓ \$1 Billion in GEO Bonds
- ✓ No impact on SHF

Tolling Issue

Measure 110

- Criminal justice components of Measure 110 NOT ADDRESSED.
- Budget Note: Requires OHA to cooperate with the Criminal Justice Commission for a third party funded study.
- HB 2513 Improved administrative elements related to distribution of Measure 110 treatment and harm reduction services.
- 2024 legislative Concept being developed

Economic Development

Semiconductor and Economic Development Incentive Package (HB 2009)

R&D Tax Credit

Enterprise Zones

- Extended until 2032
- New requirements: public terms of agreement , infrastructure notification & school support fee

Strategic Investment Program (SIP) and Gain-share

- Gain-share extended until 2030
- Size of eligible projects, taxable value, and Community Service Fee cap all increased and indexed to inflation
- Emergency services and ports required to be included in negotiation

Climate Package – HB 3409

Included multiple bills from session

SB 870 - Creates energy performance standards for commercial building

- Buildings larger than 35,000 sq ft, includes local governments
- Building owners to be notified by July 1, 2025 of requirements
- ODOE to create incentives to pair with federal incentives to reduce costs

Other bills in package of Interest to Local Governments:

- Community Green Infrastructure Grant Program
- Urban Tree Canopies – Grant Program
- Residential Heat Pump Program
- Resilience Hubs and Networks – Grant Program



Broadband

HB 3201 – Maximize Federal Funding for Broadband

- Aligns speed and eligibility requirements with the BEAD and ARPA infrastructure programs.
- Provides flexibility to spend federal funding according to what guidance allows.

Next Steps for Cities

- Start connecting with nearby communities and partners
- Oregon Broadband Office – Grant Funding

Cybersecurity

HB 2049 – Establishes Cyber Security Center of Excellence

Establishes the Cybersecurity Center of Excellence (CCOE) at PSU and be jointly administered with OSU and UO.

Invest in increasing cybersecurity workforce to provide direct assessment, monitoring, incident response, and competitive grants to local governments.

HB 2490 – Public Records Exemption – Cybersecurity

Local governments exempt from disclosing public records related to cybersecurity plans, devices and systems, including insurance records.

Interim and 2024 Session

Transient Lodging Tax

Marijuana Revenue

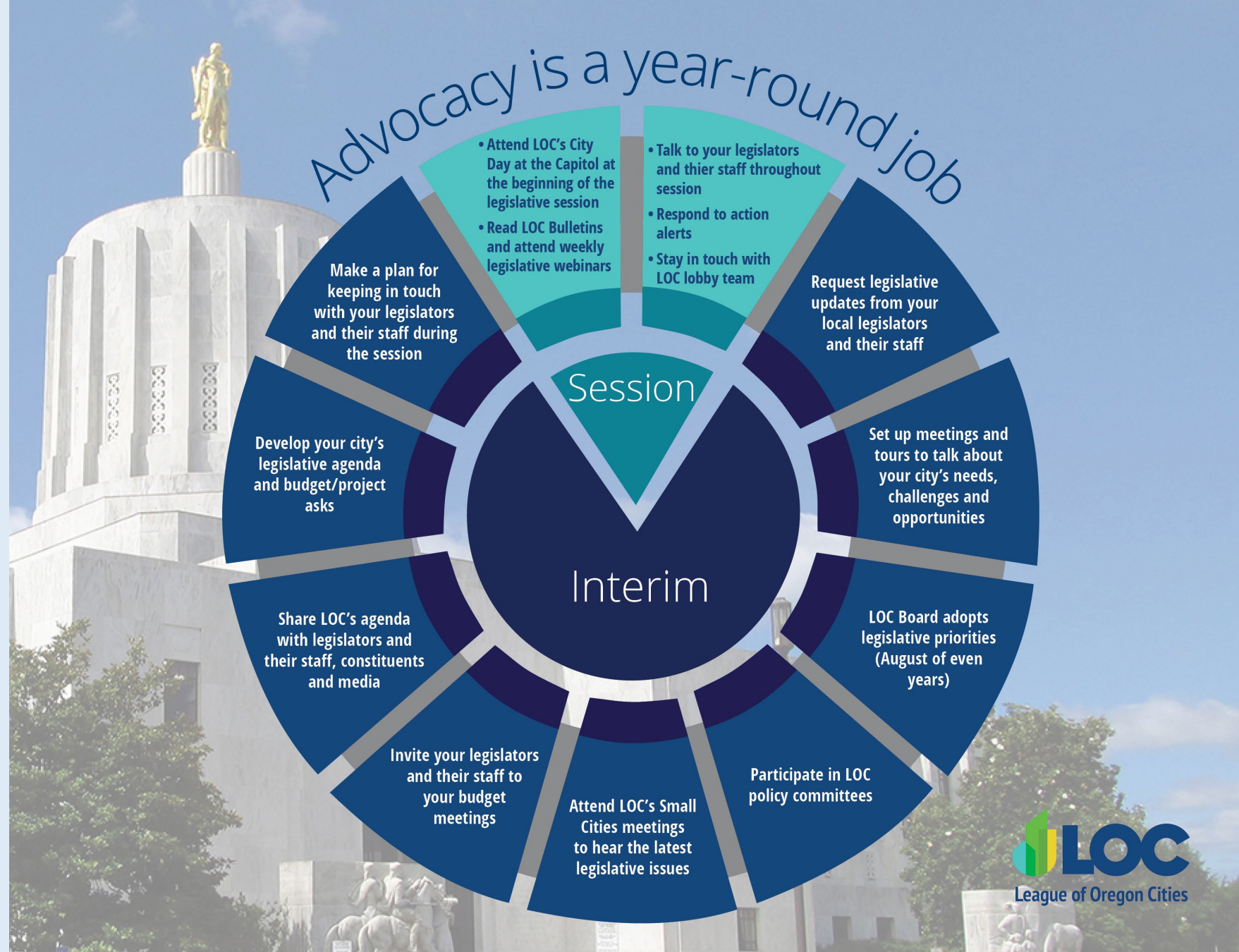
Emergency Board

Additional Funding Opportunities

2025 Transportation Package



Setting Time to Engage With Legislators



Questions

