Legislative Updates

Kirsten Adams, AGC Lindsay Baker, ODOT

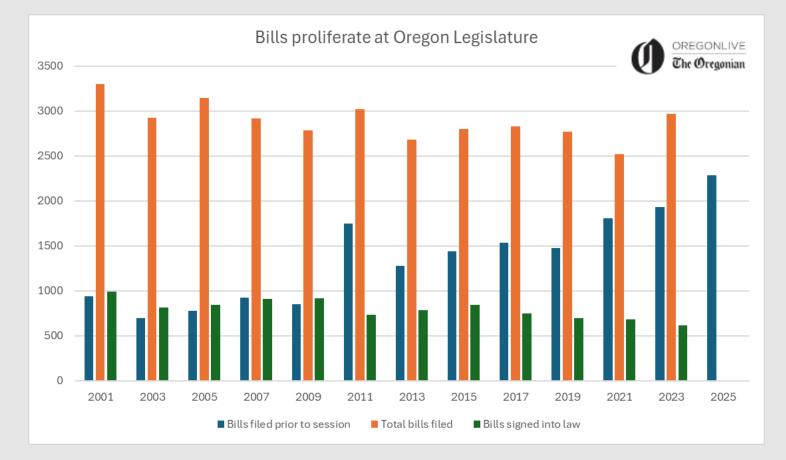
AGC-ODOT Annual Conference February 7, 2025





2025 Session By the Numbers

- 2,700 bills
- 13 Senate committees
- 15 House committees
- 10 Joint committees



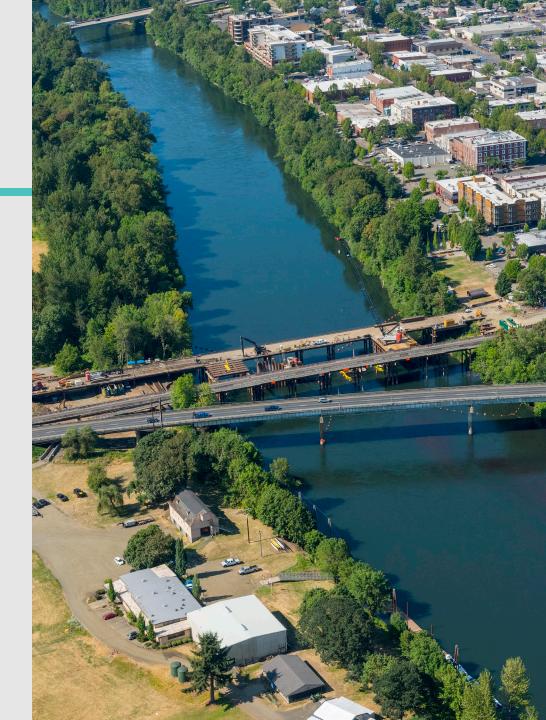
2025 Session Dynamics

- New Joint Transportation Committee
 Members
- Supermajorities in House and Senate
- Recent executive action on Project
 Labor Agreements
- Changes in federal administration



2025 Legislative Priorities

- Sufficient and Sustainable Funding for Oregon's Transportation System
- Work Zone Safety
- Roadway Safety



JCT Legislative Statewide Tour

This summer, the Joint Committee on Transportation held a 12 - stop Transportation Safety and Sustainability Outreach Tour for legislators to hear from Oregonians and discuss the need for sufficient and reliable transportation funding

Outcomes:

- Deeper understanding of ODOT's role as system steward
- Broad public support for maintenance program + crews
- High priority on safety, maintenance, and agency operations
- Increasing awareness of structural revenue challenges
- Commitment to partnership, collaboration, and durable solutions





JCT Workgroup Meetings

- Sessions: October 2024 through January 2025
- Members: 45 50 diverse transportation partners
- **Topics:** State and local transportation needs; short, medium, and long-term funding options
- **Tasks:** Understand totality of needs, identify and evaluate potential solutions within the following categories:
 - 1. Back to Basics (Maintenance and Preservation)
 - 2. Public & Active Transit
 - 3. Finishing 2017 Priority Commitments



State Highway Fund Structural Funding Challenges



Future Fuels Tax Revenue Decline

 The average driver consumes almost 25% less fuel per year than 10 years ago. At today's rate, that's over \$40 less per year in gas tax paid per vehicle



Reliance on Few Sources of Revenue

 Oregon does not utilize inflationresistant funding mechanisms to support transportation system needs



Rigid Statutory Structure

- About 80% of DMV fees go to local governments and state highway construction projects and can't be spent on delivering DMV services
- Less than 3% of additional taxes and fees raised by HB 2017 went to state highway maintenance and operations

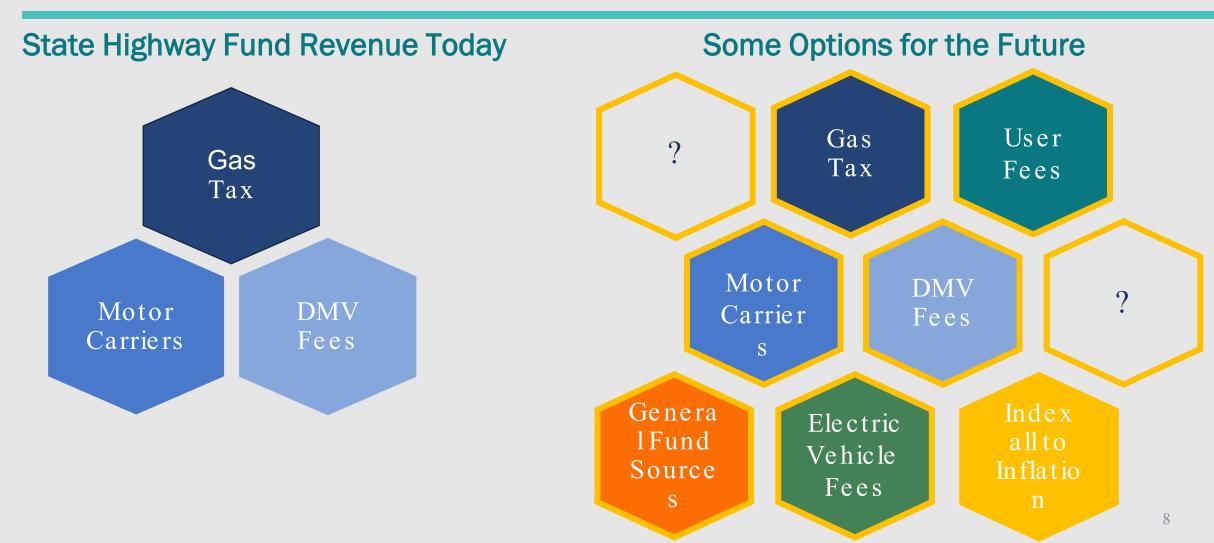


Rise of Record Inflation

- Since 2017, the National Highway Construction Cost Index has increased by over 80%
- Equipment costs have increased about 25% in the past four years
- Paint costs have increased over 30% in the last four years

A More Diversified Revenue Portfolio

Sufficient and sustainable funding is key to maintaining and modernizing our transportation system



Not Just a Funding Package

- Work Zone Safety (SB 711, HB 3337)
- Roadway Safety (HB 2154, SB 471)
- Tolling (HB 2931, SB 925, HB 3466)
- Tire Tax (HB 3362)
- Advanced Clean Trucks (HB 3119)



Next Steps

- More bills filed every day
- Feb 14: JCT leadership draft package framework released
- Feb May: Ongoing package development
- June 29: Constitutional sine die



Questions?