



Saturday, June 24, 2023

Lori Brocker
Secretary of the Senate

James Goulding
Publications Coordinator

Subject: Vote Explanation HB 3406 A

Dear Secretary Brocker and Publications Coordinator Goulding,

Please accept this vote explanation for HB 3406 A to become a permanent entry in the journal:

In attempt to comply with [Senate Rule 13.02](#), Oregon Statute [ORS 171.134](#), and [Legislative Councils Form and Style Manual](#), I am submitting the following revised measure summary:

The bill allows a road authority to grant a permit to a person. The permit is to operate a vehicle as part of a parade. The vehicle can't operate on public roads without the permit. The bill makes changes to the Highway Cost Allocation Study (HCAS). The study is now required to examine the results of the previous study. Report on the accuracy of the results. The bill also requires three studies look back at the accuracy of the results. The lookback needs to report on the shares paid by each vehicle class. The bill deals with short line rail tax credits. Current law offers tax credit for rehabilitation of short line tracks. The credit is offered to Oregon taxpayers who own or lease the tracks. Current law caps tier I credit to \$1,000 per mile. This bill removes distinction between tier I and tier II short rail lines and raises the tax-credit cap to \$3,500 per mile. The bill specifies that the Oregon credit amount could not include costs associated with federal credit, regardless of whether federal credit was claimed or not. If the \$4 million credit cap is reached, then a reduction in credit might be needed. In that case, the credit will be reduced for all railroads proportionately. Each railroad could be restricted to \$400,000 per year.

FLESH SCORE: 61.2

Senate President Robert Wagner has also submitted this redrafted summary in the form of the 3rd Reading Measure Digest as a floor letter in an attempt to comply with [Senate Rule 13.02](#), Oregon Statute [ORS 171.134](#), and [Legislative Councils Form and Style Manual](#).

Additionally, this revised summary has been read on the record by the bill carrier.

Thank you.

Respectfully submitted,

Senator Dick Anderson
District 1