

**BILL SUMMARY**  
2<sup>nd</sup> Session of the 59<sup>th</sup> Legislature

<b>Bill No.:</b>	<b>SB1252</b>
<b>Version:</b>	<b>ENGR</b>
<b>Request Number:</b>	
<b>Author:</b>	<b>Rep. Humphrey</b>
<b>Date:</b>	<b>4/2/2024</b>
<b>Impact:</b>	<b>OTRD Recurring: \$600,000.00</b>
	<b>OTRD Capital: \$2,840,000.00</b>
	<b>ODOT: \$6,890,615.00</b>

**Research Analysis**

Engrossed SB 1252 requires the transfer of all Hugo Lake Park properties to the Oklahoma Tourism and Recreation Department (OTRD) by January 1, 2025. The Department is to take over all contractual rights and responsibilities of the previous operators and is responsible for the fiscal operations of the park. OTRD is allowed to enter into contracts for the management services of Hugo Lake Park. The measure also provides that OTRD is not responsible for any tort or construction claims brought forth before January 1, 2025.

Prepared By: Keana Swadley

**Fiscal Analysis**

This measure requires that the Oklahoma Tourism and Recreation Department (OTRD) to take over the operations for Hugo Lake Park. According to OTRD, Hugo Lake Park will require \$2,840,000.00 in capital repairs and upgrades to the park infrastructure to address the deferred maintenance. These needs should be a one-time appropriation to address the initial issues, but would require additional maintenance later on. The repairs are listed below. Additionally, OTRD believes it will need an additional \$600,000 in its operations budget to operate Lake Hugo Park. The Oklahoma Department of Transportation (ODOT) was also asked to see what road work would need to be done to the park. ODOT believes the total amount it will need to do the work to the roads within Hugo Lake Park is \$6,890,615.54. The specific work is addressed below, and would likely also be a one-time capital investment in the park with maintenance in the future.

Therefore, given the above, the total recurring operational costs of Hugo Lake Park to the state is \$600,000.00, and the initial capital needs the park has is \$9,730,615.00. This creates a total fiscal impact to the state budget for FY-2025 of \$10,330,615.00

OTRD Capital Needs	Estimated Cost
New Park Office	\$600,000.00
Vault Toilet Replacement	\$300,000.00
Bathroom Demolition	\$20,000.00
Bathroom Renovation	\$300,000.00
Cabin Roof Replacements (Total for 5 units)	\$100,000.00
Park-wide Cabin Siding Replacement	\$100,000.00
Erosion Repairs to Cabin Foundations	\$200,000.00
Decking and Railing Repair	\$150,000.00
Marina Repair and Dock Replacement	\$700,000.00

Kitchen Demolition	\$10,000.00
Marina Bathroom Demolition	\$10,000.00
Park-wide Signage	\$100,000.00
Community Center Remodel	\$250,000.00
Total OTRD Capital Costs	<b>\$2,840,000.00</b>

ODOT Road Maintenance	Estimated Costs
Main Road	\$2,636,691.20
Marina Road	\$926,323.20
Boat Ramp Road	\$782,531.20
Picnic Road	\$480,076.37
Cabin Road 1	\$251,412.48
Cabin Road 2	\$363,151.36
Shared Construction Costs	\$500,000.00
Contingency	\$594,018.58
Construction Inspection	\$356,411.15
Total ODOT Costs	<b>\$6,890,615.54</b>

Prepared By: Mariah Searock, House Fiscal Staff

### **Other Considerations**

None.