MEMORANDUM

Legislative Fiscal Office 900 Court St. NE, Room H-178 Salem, Oregon 97301 Phone 503-986-1828 FAX 503-373-7807

То:	Transportation and Economic Development Subcommittee
From:	Linda Gilbert, Legislative Fiscal Office (503) 986-1845
Date:	June 20, 2013
Subject:	SB 831 Work Session

Senate Bill 831 changes the amount of money received from the federal government that the Department of Transportation must expend to increase diversity in the highway construction workforce and to prepare individuals interested in highway construction work by conducting specified activities. It requires biennial reporting to the legislature and is effective on passage.

The Work Session materials, including the staff measure summary, fiscal impact, and -1 amendment are available on the Oregon Legislative Information System (OLIS).

The measure came out of the Senate Committee on Education and Workforce Development April 9 on a 4-0-1 vote. This subcommittee held a public hearing for the measure on May 8.

Amendment

The -1 amendment restores the percentage of federal revenue the Department spends on the program to one-half of one percent, as specified in federal law, and specifies \$2.1 million as the amount to be spent, which is an increase from \$1.5 million.

Motion #1: Move the -1 amendment to Senate Bill 831.

Measure Motion

The measure is recommended to be moved to the full Committee on Joint Ways and Means.

Motion #2: Move SB 831, as amended, to the full committee with a "do pass, as amended" recommendation.

Carriers: Full ______ House _____ Senate _____

SB 831-1 (LC 3875) 6/18/13 (HE/ps)

PROPOSED AMENDMENTS TO SENATE BILL 831

1 On <u>page 1</u> of the printed bill, line 7, restore the bracketed material and 2 delete the blank.

3 In line 8, delete "\$____" and insert "\$2.1 million".

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77th OREGON LEGISLATIVE ASSEMBLY – 2013 Session STAFF MEASURE SUMMARY

Joint Committee on Ways and Means

Revenue:	
Fiscal:	
Action:	
Vote:	
House	
Yeas:	
Nays:	
Exc:	
<u>Senate</u>	
Yeas:	
Nays:	
Exc:	
Prepared By:	Linda Gilbert, Legislative Fiscal Office
Meeting Date:	[Full Committee Meeting Date]

WHAT THE MEASURE DOES: Changes amount of money received from federal government that Department of Transportation must expend to increase diversity in highway construction workforce and prepare individuals interested in entering highway construction workforce by conducting specified activities. Declares emergency, effective on passage.

ISSUES DISCUSSED:

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EFFECT OF COMMITTEE AMENDMENT: -1 amendment clarifies that one half of one percent, up to \$2.1 million, shall be expended to increase diversity in the highway construction workforce.

BACKGROUND: The bill aims to increase support for minority, women, and emerging small businesses in the construction trades. There has been broad rhetoric in support of this type of initiative.

Carrier – House: Rep. Carrier – Senate: Sen. Seventy-Seventh Oregon Legislative Assembly – 2013 Regular Session Legislative Fiscal Office

Only Impacts on Original or Engrossed Versions are Considered Official

Prepared by:	Tim Walker
Reviewed by:	Linda Gilbert
Date:	04/23/2013

Measure Description:

Changes amount of money received from federal government that Department of Transportation must expend to increase diversity in highway construction workforce and prepare individuals interested in entering highway construction workforce by conducting specified activities.

Government Unit(s) Affected:

Oregon Department of Transportation (ODOT)

Summary of Expenditure Impact:

See analysis.

Local Government Mandate:

This bill does not affect local governments' service levels or shared revenues sufficient to trigger Section 15, Article XI of the Oregon Constitution.

Analysis: This bill would increase the amount of money used to increase diversity in the highway construction workforce and prepare individuals who are interested in pursuing a career in highway construction.

The fiscal impact of this bill is indeterminate. Any increase in funding for this program would be absorbed by other ODOT programs.