

HB 4163 A STAFF MEASURE SUMMARY**Carrier:** Rep. Rayfield**Joint Committee On Ways and Means****Action Date:** 03/03/20**Action:** Do pass with amendments. (Printed A-Eng.)**House Vote****Yeas:** 6 - Gomberg, Holvey, McLain, Nosse, Piluso, Rayfield**Abs:** 3 - Drazan, Smith G, Stark**Senate Vote****Yeas:** 7 - Beyer, Frederick, Johnson, Monnes Anderson, Roblan, Steiner Hayward, Wagner**Abs:** 5 - Boles, Girod, Hansell, Heard, Thomsen**Fiscal:** Fiscal impact issued**Revenue:** Revenue impact issued**Prepared By:** John Borden, Budget Analyst**Meeting Dates:** 3/3, 3/3**WHAT THE MEASURE DOES:**

This measure implements statutory changes necessary to support the 2019-21 legislatively adopted budget and to clarify the application of statutes. This measure, relating to state financial administration, is not an appropriation bill and therefore does not include the appropriation or expenditure of funds. The measure, however, is necessary to achieve a balanced budget for the 2019-21 biennium. The measure has an emergency clause and is effective on passage; however, the measure includes an operative date related to the transfer of funds.

The fiscal or budgetary impacts of provisions of this measure are contained in HB 5204 (budget reconciliation), HB 5203 (Lottery Fund/Criminal Fines Account allocations), for the 2019-21 biennium. The Other Funds transfer provided in the measure is one-time in nature and only applies to the 2019-21 biennium. The single transfer shall be made by no later than May 31, 2020.

The major provisions of the measure, by program area, are:

Administration Program Area: Modifies language for the calculation of the transfer of net sports betting proceeds; places condition on the amount of sports betting lottery proceeds to be transferred to the Employer Incentive Fund; requires the Oregon Department of Administrative Services to report on new or changed provisions relating to compensation in certain collective bargaining agreements for non-state workers; expands the Public Employee Retirement System reporting on preliminary earnings crediting; transfers revenue from the Public Employee Retirement System - School District Unfunded Liability Fund to the Public Employee Retirement System - Employer Incentive Fund; repeals Department of Administrative Services (DAS) reappropriation; and transfers revenue from the School District Unfunded Liability Fund to the Employer Incentive Fund.

Public Safety Program Area: Repeals a Department of Justice reappropriation and updates the statutory process for the reimbursement of medical services provided by child advocacy centers.

Consumer and Business Services Program Area: Repeals an Oregon Medical Board reappropriation.

Economic Development Program Area: Establishes the Tide Gate Grant and Loan Fund; removes reference to Article XI-Q bonds for Housing and Community Services Department to use of Other Fund revenues for general obligation and lottery bond debt service payments; clarifies that a General Fund appropriation provided by HB 4001 for a navigation center is to Lane County for use within the City of Eugene; and directs the Oregon Tourism Commission to provide information and assistance to the Oregon Business Development Department, Department of Administrative Services, and Legislative Fiscal Office for purposes of a report to establish the

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Commission as a program within the Oregon Business Development Department.

Natural Resources Program Area: Modifies language for the calculation of excess Unclaimed Property transfer to the Public Employees Retirement System and specifies that certain project approvals approved by the Legislature funded by the Water Supply Development Fund are not subject to the competitive application process.

Human Services Program Area: Repeals an Oregon Health Authority reappropriation.

Education Program Area: Removes reference to Article XI-P bonds for the Department of Education to use of General Fund and Other Fund revenues for debt service payments and establishes a time-limited grant program to ensure that students in eligible alternative schools benefit from funding from the Student Success Act.

Judicial Branch: Adds two statutory judgeships for Deschutes County and one for Douglas County and modifies the process to account for General Fund reversions from prior biennium.

Legislative Branch: Changes the due date for the Legislative Fiscal Office's annual report on Liquidated and Delinquent Accounts; eliminates requirement to include maximum supervisory ratio in budget report; removes "at no cost" requirement for the Transparency Oregon website; and modifies process to account for General Fund reversions from prior biennium.

Transportation Program Area: Makes various statutory changes related to transportation service funding for older adults and people with disabilities.

ISSUES DISCUSSED:

- Need for program change measure
- Non-appropriation measure
- Fiscal impact and relation to HB 5204 (budget reconciliation), HB 5203 (allocations), and other budget-related measures

EFFECT OF AMENDMENT:

Replaces the measure.

BACKGROUND:

This measure is the Joint Committee on Ways and Means program change measure. Similar measures are introduced and become law each legislative session. This measure, relating to state financial administration, is not an appropriation bill and, therefore, does not include the appropriation of funds.