

## **SUBCOMMITTEE RECOMMENDATION**

### **HB 5042 Budget Reconciliation**

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To:	Ways and Means Full Committee
From:	Capital Construction Subcommittee
Carrier:	Senator Steiner Hayward

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HB 5042 is an omnibus budget reconciliation bill implementing changes to rebalance the 2019-21 biennium legislatively approved budget.

In general, the measure includes actions related to the COVID-19 pandemic, wildfire recovery, supplemental budget increases, the rebalancing of agency budgets, the realignment of funding between fund-types, a debt service savings adjustment, and technical adjustments. Overall, the measure produces net General Fund savings of \$21.5 million, increases Other Funds expenditure limitation by \$898.2 million, and increases Federal Funds expenditure limitation by \$567.8 million. General Fund savings result from tapping unallocated emergency fund dollars to help cover costs.

Specific actions include, but are not limited to, the following:

- \$605.3 million Federal Funds for receipt and distribution of funds from the Federal Emergency Management Agency.
- \$195.6 million General Fund for grants to school districts and educational service districts for summer learning programs, enrichment programs, and wrap-around childcare.
- \$40 million General Fund for summer enrichment programs provided by community-based organizations.
- \$70.3 million General Fund repurposed for wildfire-related food and shelter costs, along with \$68.9 million Other Funds for associated FEMA reimbursements.
- \$54 million Other Funds for FEMA reimbursement of protective equipment purchases and 2020 fire season costs.
- \$22 million Federal Funds for assistance to emergency and other childcare providers.
- \$20.2 million Other Funds to support addiction treatment and recovery services related to Ballot Measure 110 implementation.
- \$20 million General Fund for local community navigation centers.

- \$14.2 million General Fund for the processing of payments associated with emergency firefighting costs.
- \$3.7 million General Fund for local governments to mitigate impacts from the 2020 wildfires.
- \$2.9 million General Fund for distribution to the Oregon Food Bank for emergency food purchases.
- \$307.5 million General Fund disappropriation of remaining funds from the 2019-21 biennium Emergency Board.

The Subcommittee recommended adoption of four budget notes related to summer learning, aid and assist clients, residential treatment, and an inventory of substance abuse disorder resources.

The measure has an emergency clause and is effective upon passage.

The Capital Construction Subcommittee recommends HB 5042 be amended by the –1 amendment and be reported out do pass, as amended.