

FISCAL IMPACT OF PROPOSED LEGISLATION

Measure: SB 1038 - 1

82nd Oregon Legislative Assembly – 2023 Regular Session

Legislative Fiscal Office

Only Impacts on Original or Engrossed Versions are Considered Official

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Date: 03/15/2023

Measure Description:

Directs Oregon Business Development Department to study funding of repairs to rodeos located in small cities and communities in Oregon.

Government Unit(s) Affected:

Oregon Business Development Department

Summary of Fiscal Impact:

Costs related to the measure may require budgetary action - See analysis.

Summary of Expenditure Impact:

	2023-25 Biennium	2025-27 Biennium
Oregon Business Development Department		
General Fund		
Personal Services	\$221,017	\$0
Services and Supplies	\$20,230	\$0
Special Payments	\$4,758,753	\$0
Total General Fund	\$5,000,000	\$0
Total Fiscal Impact	\$5,000,000	\$0
<i>Total Positions</i>	1	0
<i>Total FTE</i>	0.88	0.00

Analysis: The measure directs the Oregon Business Development Department (OBDD) to develop and administer a program to award grants to community-based rodeo organizations, in communities with a population of 12,000 or less, for capital repairs. The measure appropriates \$5 million General Fund for these grants. Grants may be used for Americans with Disabilities Act improvements, infrastructure repair, purchase of capital equipment for the purposes of repair projects and may not be used for personnel costs, livestock purchases, or operations of the organization. Grants are limited to a maximum of \$250,000. Organizations receiving an award will enter into a grant agreement with OBDD, complete with reporting instructions, before receiving a disbursement.

OBDD states they will require one Policy Analyst 3 (0.875 FTE) to provide advice and operational support in establishing policy, engaging the rodeo community, technically assisting applicants, developing projects, determining eligibility, administering applications and awards, tracking projects, and managing records. The Legislative Fiscal Office notes that this position would be a limited-duration position.

The measure does not establish a fund for the General Fund monies to be deposited in to, therefore the funding for the grant program would only be available during 2023-25 biennium. This is consistent with the section 2 repeal of the program on January 2, 2025. Additionally, for any grant funds that were required to be repaid to OBDD or received by OBDD through collection actions taken by the Department of Revenue, those monies would be transferred to a non-specified fund of the Oregon Business Development rather than the General Fund. How

those repaid funds would be used by the agency is not defined by the measure.

This measure warrants a subsequent referral to the Joint Committee on Ways and Means for consideration of its budgetary impact on the State's General Fund.