

FISCAL IMPACT OF PROPOSED LEGISLATION

Measure: SB 606 - A6

82nd Oregon Legislative Assembly – 2023 Regular Session

Legislative Fiscal Office

Only Impacts on Original or Engrossed Versions are Considered Official

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Measure Description:

Establishes Task Force on Modernizing Grant Funding and Contracting.

Government Unit(s) Affected:

Department of Administrative Services, Legislative Assembly, Task Force/Committee/Workgroup

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
Department of Administrative Services		
General Fund		
Personal Services	\$169,671	\$0
Services and Supplies	\$11,684	\$0
Total General Fund	\$181,355	\$0
Total Fiscal Impact	\$181,355	\$0
<i>Total Positions</i>	1	0
<i>Total FTE</i>	0.63	0.00

Analysis:

SB 606 - A6 creates the 15-member Task Force on Modernizing Grant Funding and Contracting which is to examine how the state’s granting and public procurement practices limit the wages of employees of nonprofit organizations and make recommendations to the Department of Administrative Services (DAS). The task force is to submit a report to an interim committee of the Legislative Assembly related to grantmaking and public procurement no later than September 15, 2024. Members of the task force who are not members of the Legislative Assembly are not entitled to compensation or reimbursement for expenses and serve as volunteers on the task force. The bill directs DAS to provide staff support for the task force, and the task force sunsets on December 31, 2024. The measure takes effect on the 91st day after the Legislative Assembly adjourns sine die.

Department of Administrative Services

DAS anticipates hiring one limited-duration, full time Operations and Policy Analyst 4 position (0.63 FTE in the 2023-25 biennium) to staff the task force. The total cost of this position is \$181,355 Other Funds, which includes \$169,671 for personal services and \$11,684 for services and supplies. Other Funds are derived from an assessment on state agencies, with some of these revenues sourced from the General Fund.

Legislative Assembly

The bill is expected to have a minimal impact on the Legislative Assembly. Two members of the task force will be legislative members who are entitled to per diem and travel reimbursement. Meetings are set by the chairperson and it is unknown how often the task force would meet. However, assuming that the task force meets eight times during the approximate 12-month period until its report is due September 15, 2024, the estimated per diem and

travel reimbursement costs will total \$4,500. This amount includes the Federal Insurance Contribution Act (FICA) tax, assumes the per diem remains at \$157 per day, and estimates an average mileage of 171 miles at the current rate of \$0.655 per mile. This estimate could change based on the number of meetings held. The task force would not incur additional costs to the Legislative Assembly budget if the meetings are held at the Capitol building during the Legislative Session, or Task Force or Legislative Days.

Although the 2023-25 Legislative Assembly budget contains funds allocated for interim committees and task forces, if the work required by this task force, or if the cumulative enactment of other legislation with interim committees and task forces exceeds expenditure levels beyond those assumed in the 2023-25 budget, additional General Fund resources may be required.