

FISCAL IMPACT OF PROPOSED LEGISLATION

Measure: SB 1048 - A

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: 05/22/2023

Measure Description:

Directs Department of Transportation to establish small business development program to assist qualified small businesses in competing for department's public improvement contracts.

Government Unit(s) Affected:

Department of Transportation

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 Department of Transportation		
Other Funds - State Highway Funds		
Personal Services	\$622,623	\$761,532
Services and Supplies	\$49,781	\$60,923
Total Other Funds	\$672,404	\$822,455
Total Fiscal Impact	\$672,404	\$822,455
<i>Total Positions</i>	3	3
<i>Total FTE</i>	2.30	2.00

Analysis: The measure will establish a Small Business Development Program within the Oregon Department of Transportation (ODOT) and modify the public contracting code to increase public improvement contracting opportunities and contract awards to small businesses, Certification Office for Business Inclusion and Diversity (COBID) firms, BIPOC and women-owned businesses.

ODOT will require one Program Analyst 4 (0.92 FTE) to act as the Small Business Development Program Manager; the position will be responsible for establishing rules, goals, a program framework, procedures, and policies, and evaluating the program deliverables and outcomes, and monitoring ODOT’s compliance with Federal and State laws. In addition, one Research Analyst 4 (0.69 FTE) to manage the data collection and reporting within the workgroups to implement Executive Order #22-15, including Procurement, collaborating with other state agencies to further implement data collection strategies. Developing and implementing tools and templates, ensuring means to electronically collect race and gender data for all state procurements, including contractors. Collecting, compiling, and analyzing qualitative and quantitative information and statistical data and preparing this information in reports to the agency and stakeholders and developing monitoring tools to measure outreach and engagement strategies and other performance metrics as required by Executive Order.

The ODOT Procurement Office will require one (Program Analyst 2 (0.69 FTE) to conduct market research for utilization and availability of firms to address inequities, conduct training, and outreach, and promote diversity, equity, and inclusion for contracting, reviewing, and updating contracting templates, supporting small businesses in understanding how to respond to solicitations, coordinating with project delivery, the Certification Office for

Business Inclusion and Diversity (COBID) and other organizations in project planning outreach prior to solicitation activities. In addition, this position will be responsible for reviewing and updating procurement procedures and policy using an equity lens, identifying opportunities for future legislative action, and coordinating local agency certification.

The measure includes a blank in section 1(4) which would place a maximum, to be determined annual limit on the total value of contracts that ODOT may enter into with qualified small businesses under the program.