

HB 2802 A BUDGET REPORT and MEASURE SUMMARY

Carrier: Sen. Dembrow

Joint Committee On Ways and Means

Action Date: 06/07/23

Action: Do pass the A-Eng bill.

Senate Vote

Yeas: 9 - Campos, Dembrow, Findley, Frederick, Gelsner Blouin, Hansell, Knopp, Sollman, Steiner

Nays: 1 - Anderson

Exc: 1 - Girod

House Vote

Yeas: 7 - Evans, Gomberg, Holvey, McLain, Pham K, Sanchez, Valderrama

Nays: 3 - Breese-Iverson, Cate, Lewis

Exc: 2 - Reschke, Smith G

Prepared By: Adam Crawford, Department of Administrative Services

Reviewed By: Kim To, Legislative Fiscal Office

Higher Education Coordinating Commission

2023-25

Budget Summary*

| | 2021-23 Legislatively Approved Budget ⁽¹⁾ | 2023-25 Current Service Level | 2023-25 Committee Recommendation | Committee Change from 2021-23 Leg. Approved | |
|--------------|---|----------------------------------|-------------------------------------|--|----------|
| | | | | \$ Change | % Change |
| General Fund | \$ - | \$ - | \$ 294,206 | \$ 294,206 | 100.0% |
| Total | \$ - | \$ - | \$ 294,206 | \$ 294,206 | 100.0% |

Position Summary

| | | | | |
|--------------------------------------|------|------|------|------|
| Authorized Positions | 0 | 0 | 0 | 0 |
| Full-time Equivalent (FTE) positions | 0.00 | 0.00 | 0.00 | 0.00 |

⁽¹⁾ Includes adjustments through January 2023

* Excludes Capital Construction expenditures

Summary of Revenue Changes

House Bill 2802 provides \$294,206 General Fund to the Higher Education Coordinating Commission (HECC) for the 2023-25 biennium for the purposes of fulfilling the requirements of the measure.

Summary of Education Subcommittee Action

House Bill 2802 requires HECC to establish a five-year pilot program at Portland State University (PSU) and Eastern Oregon University (EOU) to encourage hiring of public university students by nonprofit organizations. PSU and EOU are required to each designate pilot program administrators to register students who wish to participate in the pilot program and match these students with eligible nonprofits. Participating nonprofit organizations will pay each employed student wages at an hourly rate not less than the Oregon minimum wage. PSU and EOU must provide participating students a 20 percent tuition discount for each academic term the student is employed by a nonprofit participating in this pilot program. PSU and EOU are also allowed to reimburse nonprofit organizations up to 50 percent of the amount the organization paid in wages to students who participate in the pilot program. By September 15th of each year, PSU and EOU are required to evaluate the effectiveness of the pilot program and report the findings to an interim legislative committee. The pilot program sunsets January 2, 2028.

To implement the requirements of the bill HECC will receive an appropriation of \$294,206 General Fund during the 2023-25 biennium to distribute \$148,462 to PSU and \$145,744 EOU to serve approximately five students each per year through this pilot program.

DETAIL OF JOINT COMMITTEE ON WAYS AND MEANS ACTION

Higher Education Coordinating Commission

Adam Crawford -- (971) 707-8106

| DESCRIPTION | GENERAL FUND | LOTTERY FUNDS | OTHER FUNDS | | FEDERAL FUNDS | | TOTAL ALL FUNDS | POS | FTE | |
|---|--------------|---------------|-------------|------------|---------------|------------|-----------------|---------|-----|------|
| | | | LIMITED | NONLIMITED | LIMITED | NONLIMITED | | | | |
| <u>SUBCOMMITTEE ADJUSTMENTS</u> | | | | | | | | | | |
| SCR 210 - Public University Statewide Programs | | | | | | | | | | |
| Special Payments | \$ 294,206 | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | 294,206 | | |
| TOTAL ADJUSTMENTS | \$ 294,206 | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | 294,206 | 0 | 0.00 |
| SUBCOMMITTEE RECOMMENDATION * | \$ 294,206 | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | 294,206 | 0 | 0.00 |

*Excludes Capital Construction Expenditures