HB 3410-2 (LC 3558) 5/23/23 (ASD/ps)

Requested by Representative GOMBERG

PROPOSED AMENDMENTS TO HOUSE BILL 3410

In line 2 of the printed bill, before the period insert "; creating new provisions; amending section 3, chapter 537, Oregon Laws 2021; and declaring an emergency"

4 Delete lines 4 through 8 and insert:

"SECTION 1. There is appropriated to the Higher Education Coordinating Commission, for the biennium beginning July 1, 2023, out of
the General Fund, the amount of \$3,500,000 for distribution in accordance with section 2 of this 2023 Act.

9 "<u>SECTION 2.</u> The Higher Education Coordinating Commission shall
 10 distribute the moneys appropriated under section 1 of this 2023 Act as
 11 follows:

"(1) \$2 million to the Oregon State University Extension Service for distribution to the Center for the Outdoor Recreation Economy to be used for the purpose of developing professional and workforce development programs for the outdoor recreation economy in order to address critical and urgent skill gaps in specialized, technical and leadership roles.

18 "(2) \$1 million to the Oregon State University Extension Service for 19 distribution to the Center for the Outdoor Recreation Economy to be 20 used for the purpose of developing a program to provide facilitation 21 services and technical assistance grants to communities affected by wildfire for community engagement in the planning and construction
of outdoor recreation facilities to support the communities' economic
recovery. The center shall work with the Oregon State University Extension Service in developing the program under this subsection.

"(3)(a) \$500,000 to Oregon State University-Cascades to outfit a fabrication and maker space at the university in order to support prototyping of new products by outdoor recreation economy entrepreneurs
in rural and central Oregon.

9 "(b) As used in this subsection, 'rural' means any area in this state
10 that is outside:

"(A) The acknowledged urban growth boundaries of all cities with
 a population greater than 50,000; and

"(B) Any urbanized area contiguous to a city described in subpara graph (A) of this paragraph.

"SECTION 3. Notwithstanding any other law limiting expenditures, 15the amount of \$500,000 is established for the biennium beginning July 16 1, 2023, as the maximum limit for payment of expenses from lottery 17 moneys allocated from the Administrative Services Economic Devel-18 opment Fund to the Oregon Business Development Department for the 19 purpose of awarding matching grants under section 5 of this 2023 Act. 20"SECTION 4. As used in this section and section 5 of this 2023 Act: 21"(1) 'Business accelerator' means a company: 22

23 "(a) Operating principally in this state;

"(b) With demonstrated success in operating educational programs
in which outdoor gear and apparel industry veterans mentor cohorts
of founders of emerging outdoor gear and apparel industry companies
located in this state; and

"(c) Whose purpose is to help incubate and accelerate the growth
 of emerging companies.

30 "(2) 'Membership organization' means a nonprofit organization:

1 "(a) Operating principally in this state;

"(b) Consisting of member businesses from the outdoor gear and
apparel industry whose principal place of business is in this state; and
"(c) That has the purpose of growing the outdoor gear and apparel
industry at the state or regional level.

6 "(3) 'Outdoor gear and apparel industry' means all traded sector 7 businesses that manufacture gear and apparel for use in outdoor re-8 creation.

9 "(4) 'Outdoor recreation' means activities undertaken for pleasure
 10 outdoors in natural environments.

"(5) 'Traded sector' has the meaning given that term in ORS
285B.280.

"SECTION 5. (1)(a) The Oregon Business Development Department
 shall use the expenditure authority under section 3 of this 2023 Act to
 award matching grants to membership organizations and business ac celerators in accordance with this section.

17 "(b) Matching grants awarded under this section must be used by 18 the receiving membership organizations and business accelerators for 19 the purposes of capacity building and technical assistance in the out-20 door gear and apparel industry.

"(2)(a) The department shall provide public notice whenever there
 are funds available for matching grants under this section.

"(b) The notice must include information about the requirements
 for eligibility and the application process for the matching grants.

"(3)(a) A membership organization or business accelerator seeking a matching grant under this section must file with the department an application in accordance with rules adopted by the department pursuant to paragraph (c) of this subsection. The information included with the application must demonstrate that the applicant is a membership organization or business accelerator.

HB 3410-2 5/23/23 Proposed Amendments to HB 3410 1 "(b) The department may charge an application fee in an amount 2 that does not exceed the actual costs incurred by the department in 3 processing applications filed pursuant to this section.

4 "(c) The department shall adopt rules that establish the application
5 process for matching grants awarded under this section.

6 "(4) The department may not pay the amount of a matching grant 7 to a membership organization or business accelerator unless the re-8 cipient has entered into a grant agreement with the department that 9 establishes the deliverables required from, and other goals to be met 10 by, the recipient.

"SECTION 6. No later than September 15, 2024, the Oregon Business Development Department shall submit, in the manner provided in ORS 13 192.245, a report that sets forth the investments made pursuant to 14 section 5 of this 2023 Act to the interim committees of the Legislative 15 Assembly related to economic development.

"SECTION 7. Sections 4 and 5 of this 2023 Act are repealed on January 2, 2026.

"SECTION 8. In addition to and not in lieu of any other appropri-18 ation, there is appropriated to the Oregon Department of Administra-19 tive Services, for the biennium beginning July 1, 2023, out of the 20General Fund, the amount of \$10,000,000, to provide a grant to the 21Regional Rural Revitalization Strategies Consortium, established as 22an intergovernmental agreement under ORS 190.003 to 190.130, to pro-23vide planning, infrastructure, capital equipment and predevelopment 24costs for housing, to award grants and loans to capacity builders and 25developers of housing and to enter into public-private partnerships for 26the development of housing. Housing supported with moneys appro-27priated under this section may be located in any area of this state, 28except for within the urban growth boundary of a city with a popu-29 lation greater than 50,000. 30

HB 3410-2 5/23/23 Proposed Amendments to HB 3410 "SECTION 9. Notwithstanding any other law limiting expenditures, the amount of \$3,000,000 is established for the biennium beginning July 1, 2023, as the maximum limit for payment of expenses from lottery moneys allocated from the Administrative Services Economic Development Fund to the Oregon Business Development Department for the purpose of awarding grants under section 10 of this 2023 Act.

7

"SECTION 10. (1) As used in this section:

8 "(a) 'County fair' and 'county fairgrounds' have the meanings given
9 those terms in ORS 565.010.

"(b) 'County fair operator' means a county fair board, fair associ ation or fair district that operates a county fair.

"(c)(A) 'Earned revenue' means revenue from the sale of goods or
 services, including, but not limited to, admission tickets, charges for
 services, rentals, permits and fees, merchandise, food and beverages,
 advertising and contracted services and performances.

"(B) 'Earned revenue' does not include other sources of revenue,
 including, but not limited to, donations, federal, state and local gov ernmental grants or returns on investments.

"(d) 'Fair association' has the meaning given that term in ORS
 565.268.

²¹ "(e) 'Fair district' means an entity described in ORS 565.275.

"(2) The Oregon Business Development Department shall develop
 and implement a program for awarding grants directly to county fair
 operators for the operation of county fairs and the maintenance and
 repair of county fairgrounds.

"(3) To be eligible for a grant, a county fair operator must demonstrate to the department's satisfaction that, at any time after February 29, 2020, and before June 30, 2023, the operator experienced a significant loss in earned revenue from the operation of a county fair or county fairgrounds because of statewide mandates, or guidance of 1 the Oregon Health Authority, in response to the COVID-19 pandemic.

"(4)(a) The department shall prescribe the form and process, including the application period, by which county fair operators may
apply for and be awarded grants under the program.

"(b) Applications must, at a minimum, require applicants to state
their lost earned revenue as described in subsection (3) of this section.
"(c) For purposes of reviewing applications, the department may
require applicants to provide:

9 "(A) The applicant's federal tax return for the periods to which the
 10 application relates; and

"(B) Financial documentation, including, but not limited to, audited
 financial statements or financial statements that have been approved
 by a certified public accountant.

14 "(5) Before awarding grants, the department may withhold an 15 amount not to exceed five percent of the total amount allocated under 16 section 9 of this 2023 Act to reimburse the department for the actual 17 costs of developing and implementing the program.

"(6) The department shall award grants to reimburse county fair
 operators for lost earned revenue supported by their applications as
 follows:

"(a) If the total of all grant award amounts exceeds \$3 million, less
any amount withheld under subsection (5) of this section, the amounts
shall be reduced proportionally until they equal \$3 million, less any
amount withheld under subsection (5) of this section; or

"(b) If the total of all grant award amounts is less than \$3 million,
less any amount withheld under subsection (5) of this section, the
amounts shall be increased proportionally until they equal \$3 million,
less any amount withheld under subsection (5) of this section.

29 "<u>SECTION 11.</u> Notwithstanding any other law limiting expenditures,
 30 the amount of \$3,000,000 is established for the biennium beginning July

1, 2023, as the maximum limit for payment of expenses from lottery
 moneys allocated from the Administrative Services Economic Devel opment Fund to the Oregon Business Development Department for the
 purposes of ORS 285B.165 to 285B.171.

"SECTION 12. In addition to and not in lieu of any other appropriation, there is appropriated to the Oregon Department of Administrative Services, for the biennium beginning July 1, 2023, out of the General Fund, the amount of \$1,190,000, for distribution to the Oregon Coast Visitors Association to be expended in accordance with section 13 of this 2023 Act.

"SECTION 13. Moneys distributed to the Oregon Coast Visitors Association by the Oregon Department of Administrative Services under section 12 of this 2023 Act shall be expended in the following amounts for the following purposes:

15 "(1) \$190,000 to develop a geographic information systems tool for 16 food systems with blue economy layers. The tool shall be developed to 17 connect food producers and food technology businesses to suitable 18 sites for start-up or expansion with the goal of capturing more value 19 from Oregon's natural resources and agricultural and seafood indus-20 tries.

"(2) \$700,000 to fill gaps in regional food system aggregation and
 production infrastructure and leverage existing regional food system
 coordination capacity in such a way as to immediately benefit Oregon
 businesses. Improvements funded under this subsection shall be:

"(a) The development of coastal ports mariculture and a coculture
 facility in partnership with the Oregon Kelp Alliance;

"(b) The installation of a shared-use certified commercial kitchen,
 processing center and cold storage; and

"(c) The development of a mobile processing unit to be shared
 across multiple port districts that will support multiple seafood pro-

1 ducers.

"(3) \$300,000 to support existing businesses connected to the projects $\mathbf{2}$ funded under subsections (1) and (2) of this section and those busi-3 nesses identified in a technical assistance survey for rural seafood 4 businesses that is currently being conducted and coproduced by the $\mathbf{5}$ **Oregon Coast Visitors Association, the Oregon State University Food** 6 **Innovation Center and the Oregon State University Seafood Research** 7 and Education Center, each of which will administer the technical 8 assistance provided under this subsection. 9

10 "SECTION 14. In addition to and not in lieu of any other appropri-11 ation, there is appropriated to the State Department of Agriculture, 12 for the biennium beginning July 1, 2023, out of the General Fund, the 13 amount of \$9,000,000, for the purpose of funding the grant program 14 related to establishments that process and sell meat products, as de-15 scribed in section 1, chapter 537, Oregon Laws 2021.

"SECTION 15. Section 3, chapter 537, Oregon Laws 2021, is amended to
 read:

"Sec. 3. Section 1 [of this 2021 Act], chapter 537, Oregon Laws 2021, is
repealed on June 30, [2023] 2025.

²⁰ "SECTION 16. Section 17 of this 2023 Act is added to and made a ²¹ part of ORS 660.300 to 660.364.

"SECTION 17. (1) There is established a program in the Higher Ed ucation Coordinating Commission to support strategic investments in
 workforce development programs and activities in Oregon's maritime
 sector, in coordination with:

"(a) Local workforce development boards in regions with a high
 demand for maritime workers;

"(b) Community colleges operated under ORS chapter 341; and
 "(c) Other workforce partners that support maritime workforce
 development, including but not limited to school districts and regional

networks that support science, technology, engineering and math ematics.

3 "(2) At a minimum, the program shall:

4 "(a) Make targeted investments in workforce development programs
5 designed to advance the growth, qualifications and availability of
6 Oregon's maritime workforce.

"(b) Identify and develop specific sectors within the maritime
workforce to initiate new workforce education and job skills programs
and to increase participation in existing maritime programs.

10 "(c) Promote growth and development of maritime workforce de-11 velopment programs in school districts and community colleges by 12 hiring faculty and staff with maritime expertise to assist with curric-13 ulum selection for educational programs and the development of such 14 programs to prepare individuals for careers in the maritime sector.

"(d) Foster industry involvement in apprenticeship programs,
 mentorship and other programs that provide training for entry into
 the maritime workforce.

18 "(e) Support activities that prepare individuals for careers in the 19 maritime sector, including but not limited to educating, training and 20 mentoring activities related to maritime construction and engineering 21 and mariner training.

"(f) Conduct outreach and promote awareness about opportunities
 to receive maritime training and education.

"(3) The commission may adopt any rules necessary for the imple mentation and administration of this section.

²⁶ "<u>SECTION 18.</u> In addition to and not in lieu of any other appropri-²⁷ ation, there is appropriated to the Higher Education Coordinating ²⁸ Commission, for the biennium beginning July 1, 2023, out of the Gen-²⁹ eral Fund, the amount of \$2,000,000, for carrying out the provisions of ³⁰ section 17 of this 2023 Act. "SECTION 19. This 2023 Act being necessary for the immediate
preservation of the public peace, health and safety, an emergency is
declared to exist, and this 2023 Act takes effect on its passage.".

HB 3410-2 5/23/23 Proposed Amendments to HB 3410

4