

HB 3021 -1 STAFF MEASURE SUMMARY

House Committee On Labor and Workplace Standards

Prepared By: Erin Seiler, LPRO Analyst

Meeting Dates: 1/27, 2/3

WHAT THE MEASURE DOES:

Amends Oregon Employment Departments (OED) general administrative statutes and updates terminology.

Detailed Summary:

The measure clarifies that the Director is responsible for determining all questions of general policy related to Paid Leave Oregon laws. Removes providing “child care advocacy, coordination of child care policy and planning, and related support services for child care providers” as one of OED's responsibilities. Paid Leave Oregon Trust Fund replaces the Child Care Fund as a potential source of compensation for the salary of the Director. Establishes that any future changes in law to ORS 657 that do not conform with federal law will not have any force or effect. Updates terminology.

Fiscal impact: Minimal

Revenue impact: No

ISSUES DISCUSSED:

- Updates to administrative statutes to reflect programs currently administered by OED
- Inclusion of Paid Leave Oregon in general administrative statutes

EFFECT OF AMENDMENT:

-1 Clarifies that Oregon Employment Department (OED) is responsible for determining all questions of general policy related to Paid Leave Oregon laws that OED administers. Amendments to ORS 657.610 become operative January 1, 2026.

BACKGROUND:

House Bill 3021 updates Chapters 657 and 657B to align existing practices and procedures with changes in law.

In 2019, the Legislative Assembly established the paid family and medical leave insurance program (Paid Leave Oregon) and charged the Oregon Employment Department (OED) with its implementation and administration. The measure updates OED administrative statutes to include Paid Leave Oregon as a program that the agency has general rulemaking, administrative, and enforcement responsibilities over.

The agency had been responsible for the coordination of child care policy and planning, technical assistance to child care providers and certification of child care facilities. These responsibilities were moved from OED to the Early Learning Division in the Oregon Department of Education in 2013. In 2023, all child care programs and early care and education programs were consolidated at the Department of Early Learning and Care (DELIC) including programs once administered by OED. The measure repeals the statutes related to the child care.

Oregon's unemployment insurance (UI) laws must conform with federal law. Failure to conform with federal law could result in employers having to pay more UI taxes and result in loss of federal funding to administer the UI program. There are times when legislation to change ORS 657 is introduced without considering conformity with federal law. This measure removes the need to include conforming language in future UI legislation and protects against adverse effects if any changes in law are determined to be non-conforming.