

2009 Regular Legislative Session
FISCAL ANALYSIS OF PROPOSED LEGISLATION
Prepared by the Oregon Legislative Fiscal Office

MEASURE NUMBER: HB 2152 **STATUS:** Original
SUBJECT: Makes a number of changes to the organization and name of the Economic and Community Development Department, and transfers the Office of Minority, Women and Emerging Small Business (OMWESB) from the Department of Consumer and Business Services to the Economic and Community Development Department.
GOVERNMENT UNIT AFFECTED: Economic and Community Development Department, Department of Consumer and Business Services
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REVIEWED BY: Steve Bender, Susie Jordan
DATE: March 8, 2009

	<u>2009-2011</u>	<u>2011-2013</u>
EXPENDITURES:		
Department of Consumer and Business Services (DCBS)		
Personal Services	\$ -780,052	\$
Service and Supplies	\$ -158,371	\$
Total DCBS Other Funds Transfer-out OMWESB	\$ -938,423	\$
Economic and Community Development Dept. (OECDD)		
Personal Services	\$ 780,052	\$ 780,052
Service and Supplies	\$ 158,371	\$ 158,371
Total OECDD Other Funds Transfer-in OMWESB	\$ 938,423	\$ 938,423
OECDD		
Lottery Funds – Office and Staff Transition Costs	\$ 6,714	\$ 0
Other Funds – Office Transition Costs	\$ 555	\$
Other Funds – Board Meeting Expense	\$ 8,800	\$ 8,800
OECDD All Funds Total	\$ 954,492	\$ 947,223

	<u>2009-2011</u>	<u>2011-2013</u>
REVENUES:		
DCBS		
Interest Income	\$ -12,128	\$
Ending Fund Balance Transfer	\$ -11,442	\$
Transfer from DAS	\$ -1,251,920	\$
Transfer from ODOT	\$ -585,896	\$
Transfer to the Governor’s Office	\$ 577,500	\$
Total DCBS Other Funds	\$ -1,283,886	\$
OECDD		
Interest Income	\$ 12,128	\$ 12,128
Ending Fund Balance Transfer	\$ 11,442	\$ 11,442
Transfer from DAS	\$ 1,251,920	\$ 1,251,920
Transfer from ODOT	\$ 585,896	\$ 585,896
Transfer to the Governor’s Office	\$ -577,500	\$ -577,500
Total OECDD Other Funds	\$ 1,283,886	\$ 1,283,886

POSITIONS / FTE:		
DCBS	-5/-5.00	
OECDD	5/5.00	5/5.00

EFFECTIVE DATE: The measure has an emergency clause and is effective on passage.

GOVERNOR'S BUDGET: This bill is anticipated by the Governor's recommended budget.

LOCAL GOVERNMENT MANDATE: This bill does not affect local governments' service levels or shared revenues sufficient to trigger Section 15, Article XI of the Oregon Constitution.

ANALYSIS: HB 2152 makes a number of changes to the organization and the name of the Economic and Community Development Department (OECDD), and transfers the Office of Minority, Women and Emerging Small Business (OMWESB) from the Department of Consumer and Business Services (DCBS) to OECDD.

The fiscal impact of the bill relates to the following provisions:

1. Transfer of OMWESB from DCBS to OECDD: This provision involves the transfer 5 positions (5.00 FTE) at a biennial cost of \$780,052 Other Funds; services and supplies at a biennial cost of \$158,371 Other Funds; and \$1,861,386 in supporting revenue. The primary revenue sources for OMWESB include \$585,896 from the Department of Transportation for business certification for federally funded projects, and \$1,251,920 from the Department of Administrative Services from assessments to state agencies for certification and outreach services. A total of \$577,500 Other Funds per biennium is transferred to the Governor's Office for the Minority, Women and Emerging Small Business Advocate.
2. Creation of an Oregon Infrastructure Finance Authority program and Oregon Infrastructure Finance Authority Board within the reorganized agency: This provision involves an estimated cost of \$8,800 Other Funds biennially for Board meeting expense.
3. Transition costs: The reorganization of the agency, including a new agency name and the creation of an Oregon Infrastructure Finance Authority program, will require \$6,714 Lottery Funds and \$555 Other Funds for one-time staff cost for rules development, and office supplies costs for new letterhead, envelopes and business cards.