

**77<sup>th</sup> OREGON LEGISLATIVE ASSEMBLY – 2014 Session  
BUDGET REPORT AND MEASURE SUMMARY**

**JOINT COMMITTEE ON WAYS AND MEANS**

**MEASURE: HB 4020-B**

**Carrier – House: Rep. Harker**

**Carrier – Senate: Sen. Girod**

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**Action:** Do Pass the A-Engrossed Measure as Amended and be Printed B-Engrossed

**Vote:**

House

Yeas:

Nays:

Exc:

Senate

Yeas:

Nays:

Exc:

**Prepared By:** Bill McGee, Department of Administrative Services

**Reviewed By:** Paul Siebert, Legislative Fiscal Office

**Meeting Date:** March 5, 2014

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**Agency**

Oregon University System  
Oregon Education Investment Board

**Biennium**

2013-15  
2013-15

**Budget Summary**<sup>(1)</sup>

	<b>2013-15 Legislatively Approved Budget</b> <sup>(2)</sup>	<b>2014 Committee Recommendation</b>	<b>Committee Change from 2013-15 Leg. Approved</b>	
			\$ Change	% Change
<b>Oregon University System</b>				
General Fund	\$ 29,030,827	\$ 14,225,106	\$ (14,805,721)	-51.0%
<b>Oregon Education Investment Board</b>				
General Fund	\$ 0	\$ 14,805,721	\$ 14,805,721	100.0%

(1) Excludes Capital Construction expenditures

(2) Includes approved expenditures through November 2013 and administrative actions

**Revenue Summary**

The bill transfers General Fund from the Oregon University System to the Oregon Education Investment Board.

**Summary of Subcommittee Action**

House Bill 4020 transfers responsibility for analyzing biennial performance reviews prepared by the Engineering and Technology Industry Council (ETIC) from the Oregon University System (OUS) to the Chief Education Officer and the Oregon Education Investment Board (OEIB). Responsibility for ETIC is transferred to the Higher Education Coordinating Commission (HECC) on March 15, 2016, when OEIB is scheduled to sunset. Staff and the funding for the staff overseeing the expenditure of ETIC funds will be retained by OUS/Chancellor’s Office through the end of the 2013-15 biennium. OEIB will have to enter into an agreement with OUS/Chancellor’s Office to establish authority over these positions. The bill was amended to provide a one-time appropriation of \$14.8 million General Fund to OEIB from funds originally appropriated to OUS for ETIC. Information provided to the committee indicated that OEIB and HECC are not necessarily the long term home for the ETIC mission, but they are considered the best temporary home for the program as all options are explored for the next biennium.

The bill abolishes the engineering education investment account in the Oregon University System Fund on July 1, 2014, HB 4020’s effective date. An engineering education investment account is created within the Oregon Education Investment Funds from July 1, 2014 until OEIB’s sunset on March 15, 2016 when an Engineering and Technology Industry Fund is established within the State Treasury with funds continuously appropriated to HECC. The bill repeals direction in current statute for ETIC to prioritize needs of the high technology in the Portland area in establishing criteria and measurements for distribution of grant funds.

**DETAIL OF JOINT COMMITTEE ON WAYS AND MEANS ACTION**

**HB 4020-B**

Various  
Bill Mcgee 503-378-2078

DESCRIPTION	GENERAL FUND	LOTTERY FUNDS	OTHER FUNDS		FEDERAL FUNDS		TOTAL ALL FUNDS	POS	FTE
			LIMITED	NONLIMITED	LIMITED	NONLIMITED			
<b>Oregon University System</b>									
<b>State Programs</b>									
Other Special Payments	(14,805,721)	0	0	0	0	0	(14,805,721)	0	0.00
<b>Oregon Education Investment Board</b>									
<b>Operations</b>									
Other Special Payments	14,805,721	0	0	0	0	0	14,805,721	0	0.00
<b>SUBCOMMITTEE RECOMMENDATION</b>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>0</u>	<u>0.00</u>