

**77th OREGON LEGISLATIVE ASSEMBLY – 2014 Session
BUDGET REPORT AND MEASURE SUMMARY**

MEASURE: HB 4020-B

JOINT COMMITTEE ON WAYS AND MEANS

**Carriers – House: Reps. Harker & Huffman
Carrier – Senate: Sen. Girod**

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

Vote: 24 – 0 – 2

House

Yeas: Barker, Buckley, Frederick, Freeman, Hanna, Huffman, Jenson, Komp, Nathanson, Read, Richardson, Smith, Tomei, Williamson

Nays:

Exc: McLane

Senate

Yeas: Bates, Devlin, Edwards, Girod, Hansell, Johnson, Monroe, Steiner Hayward, Whitsett, Winters

Nays:

Exc: Thomsen

Prepared By: Bill McGee, Department of Administrative Services

Reviewed By: Paul Siebert, Legislative Fiscal Office

Meeting Date: March 5, 2014

Agency

Oregon University System
Oregon Education Investment Board

Biennium

2013-15
2013-15

Budget Summary⁽¹⁾

	2013-15 Legislatively Approved Budget ⁽²⁾	2014 Committee Recommendation	Committee Change from 2013-15 Leg. Approved	
			\$ Change	% Change
Oregon University System				
General Fund	\$ 29,030,827	\$ 14,225,106	\$ (14,805,721)	-51.0%
Oregon Education Investment Board				
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			
Oregon University System									
State Programs									
Other Special Payments	(14,805,721)	0	0	0	0	0	(14,805,721)	0	0.00
Oregon Education Investment Board									
Operations									
Other Special Payments	14,805,721	0	0	0	0	0	14,805,721	0	0.00
SUBCOMMITTEE RECOMMENDATION	<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>