
MEMORANDUM

Legislative Fiscal Office
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To: *Education Subcommittee*

From: *Krista McDowell, Legislative Fiscal Office*
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Date: June 19, 2015

Subject: *SB 586*
Work Session Recommendations

SB 586 relates to youth development council. This bill will broaden the age range of youth overseen by programs and services of the Youth Development Council from age 20 to 24.

The bill previously had a public hearing and work session in the Senate Committee on Workforce.

The bill has a \$154,229 General Fund fiscal impact to the Oregon Department of Education for one position (0.75FTE) in the 2015-17 biennium. The position will be full-time (1.00FTE) in the 2017-19 biennium for an estimated cost of \$193,777.

Amendment

The proposed –1 amendment to the measure which appropriates \$154,229 General Fund to the Department of Education and adds an emergency clause.

Motion: Move the –1 amendment to SB 586 .

Measure

The measure, as amended, is recommended to be moved to the full Committee on Joint Ways and Means.

Motion: Move SB 586 to the full committee with a “do pass” recommendation, as amended.

Assignment of Carriers

Full: _____

1st Chamber: _____

2nd Chamber: _____

FISCAL IMPACT OF PROPOSED LEGISLATION

Measure: SB 586 - 1

Seventy-Eighth Oregon Legislative Assembly – 2015 Regular Session
Legislative Fiscal Office

*Only Impacts on Original or Engrossed
Versions are Considered Official*

Prepared by: Krista McDowell
Reviewed by: Doug Wilson
Date: 6/18/2015

Measure Description:

Increases age of youth for whom Youth Development Council may oversee unified system of services from 20 years to 24 years.

Government Unit(s) Affected:

Oregon Educational Investment Board, Department of Education

Summary of Expenditure Impact:

	2015-17 Biennium	2017-19 Biennium
General Fund	\$154,229	\$193,777
Total Funds	\$154,229	\$193,777
Positions	1	1
FTE	0.75	1.00

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:

This bill will broaden the age range of youth overseen by programs and services of the Youth Development Council from age 20 to 24.

Oregon Department of Education (ODE) anticipates the need for an Operations and Policy Analyst 3 position, for 18 months (.75 FTE), at a cost of \$154,229 General Fund (GF) in the 2015-17 biennium, and \$193,777 GF in the 2017-19 biennium. This position will have expertise with the 21-24 year-old population with experience in workforce issues for the population. This position will also support a community engagement process that will help develop grants to programs that directly serve adults aged 21-24 not in school and not working.

ODE assumes that with the higher age range, there will be additional community-based programs applying for grant funds; however there are no current estimates on the number of applications that would be successful in the application process. The agency plans to complete the community engagement process and develop a funding allocation formula and request funding during the 2017-2019 biennium. At this time, the agency believes such a request may be in the amount of \$6 million GF, but until the community engagement process is completed LFO believes it is premature to provide an estimate. The completion of this process will lead to a full implementation of grants issued to communities in the 2017-19 biennium.

**PROPOSED AMENDMENTS TO
SENATE BILL 586**

1 On page 1 of the printed bill, line 2, after “Council;” insert “creating new
2 provisions;” and after “417.852” insert “; and declaring an emergency”.

3 On page 3, after line 24, insert:

4 **“SECTION 4. In addition to and not in lieu of any other appropri-
5 ation, there is appropriated to the Department of Education, for the
6 biennium beginning July 1, 2015, out of the General Fund, the amount
7 of \$154,229, to implement the amendments to ORS 417.847 and 417.852
8 by sections 1 to 3 of this 2015 Act.**

9 **“SECTION 5. This 2015 Act being necessary for the immediate
10 preservation of the public peace, health and safety, an emergency is
11 declared to exist, and this 2015 Act takes effect July 1, 2015.”.**

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