HB 2728-2 (LC 1091) 3/12/15 (DRG/ps)

## PROPOSED AMENDMENTS TO HOUSE BILL 2728

1 On page 1 of the printed bill, line 3, delete "5 and 8" and insert "3, 5, 7, 2 8, 9 and 10".

3 After line 4, insert:

Whereas there is a critical gap in skilled talent and an urgent need to
address talent gaps in Oregon; and

"Whereas Oregon's economic competitiveness is dependent on having diverse, qualified and skilled talent to support the growth of Oregon's business
and industry; and

9 "Whereas a diverse, qualified and skilled talent base is a necessary re-10 source for the implementation of state economic, education, workforce and 11 other policy goals; and

Whereas access to public education and training resources by workers and employers throughout the entire state is critical to Oregon's economic prosperity; now, therefore,".

15 Delete lines 6 through 28.

16 Delete pages 2 through 7 and insert:

17 "<u>SECTION 1.</u> (1) The Oregon Talent Council is established. The 18 Director of the Employment Department, in consultation with the 19 Governor or the Governor's designated representative, may appoint 20 the council members, the majority of whom must be senior executives 21 of traded sector and high growth industries in Oregon.

22 "(2) The council shall have no fewer than seven and no more than

1 **21 members.** 

2 "(3) One representative of each of the following entities may serve
3 as an ex officio member of the council:

4 "(a) Higher Education Coordinating Commission;

5 "(b) State Workforce Investment Board;

6 "(c) Oregon Business Development Department;

7 "(d) Employment Department; and

8 "(e) STEM Investment Council.

9 "(4) The council shall select one of its private sector members as a
10 chairperson.

"(5) A majority of the members of the council constitutes a quorum
 for the transaction of business.

"(6) The council shall meet at least four times per fiscal year at a place, day and time determined by the chairperson. The council may also meet at other times and places specified by a call of the chairperson or by written request of a majority of the members of the council.

"(7) The council may adopt rules necessary for the operation of the
 council.

20 **"(8) The council may establish committees and delegate to the** 21 **committees duties the council considers desirable.** 

"(9) The Employment Department, in consultation with the council, may use up to 10 percent of the amount appropriated by the Legislative Assembly for allocation to the council to employ staff and support the operations of the council.

26 "<u>SECTION 2.</u> (1) The Oregon Talent Council shall advise and be a 27 resource for state agencies and educational institutions on issues of 28 talent development to promote the growth and competitiveness of 29 Oregon's traded sector and high growth industries.

30 "(2) The council shall work in cooperation with the Employment

1 Department to provide industry-based information and data on talent 2 needs and gaps.

"(3) The council shall develop criteria and measurements that will
be used for determining investments made from the fund established
under section 4 of this 2015 Act. All investments in public and private
institutions shall be:

7 "(a) Contingent upon performance-based contracts with measurable
8 outcomes; and

9 **"(b) Of limited duration.** 

"(4) Each biennium, the council shall develop a talent plan under
 section 3 of this 2015 Act that the council will use to invest moneys
 from the fund established under section 4 of this 2015 Act. The talent
 plan and investments shall:

14 "(a) Identify and prioritize the urgent talent gaps of Oregon's
 15 traded sector and high growth industries.

16 "(b) Respond to immediate talent needs by creating additional op-17 portunities for Oregonians to pursue education and training in disci-18 plines critical to the advancement of Oregon's traded sector and high 19 growth industries.

"(c) Strengthen efforts to enhance student work experience and job
 preparedness in high demand and critical occupations.

"(d) Create new means of delivering workforce training and proficiency-based education that can enhance program efficiency, upgrade and share resources and facilities and improve student outcomes and access to typically underrepresented populations while meeting talent needs of traded sector and high growth industries.

"(e) Increase the skills of the existing professional and technical
 workforce, including through the issuance of certifications, badges and
 industry-based credentials.

30 "(5) The council shall prioritize investments for which other public

resources and private financial resources from Oregon companies or
 individuals are made available to augment council funds.

"(6) The council shall submit an annual report to the Employment
Department on investments made by the council and the performance
of those investments.

6 "(7) The Oregon Talent Council, the Oregon Business Development 7 Commission, the Higher Education Coordinating Commission, the 8 STEM Investment Council, state and local workforce boards and the 9 Employment Department shall develop agreements to strategically 10 align the policies and programs of the entities as they relate to the 11 duties of the Oregon Talent Council.

"SECTION 3. (1) The Oregon Talent Council shall develop a Talent 12Development Plan. The plan must include identification of talent is-13 sues and trends related to selected Oregon traded sector and high 14 growth industries that are in strategic alignment with state and local 15workforce and economic priorities. The plan must include recommen-16 dations to the State Workforce Investment Board, the STEM Invest-17 ment Council and the Higher Education Coordinating Commission on 18 training and education enhancements based upon the identified talent 19 issues and trends. 20

"(2) The Oregon Talent Council shall update the plan and the
 council's recommendations every biennium.

"(3) Each year, the council shall report to the Governor and the
 Legislative Assembly about the plan.

"<u>SECTION 4.</u> (1) There is created within the State Treasury, separate and distinct from the General Fund, the Oregon Talent Council
Fund. Interest earned by the Oregon Talent Council Fund shall be
credited to the fund.

29 "(2) Moneys in the fund shall consist of:

30 "(a) Amounts donated to the fund;

"(b) Amounts appropriated or otherwise transferred to the fund by
the Legislative Assembly;

<sup>3</sup> "(c) Investment earnings received on moneys in the fund; and

4 "(d) Other amounts deposited in the fund from any source.

5 "(3) Moneys in the fund are continuously appropriated to the Em-6 ployment Department for allocation to the Oregon Talent Council for 7 the purpose of making investments using the criteria and measure-8 ments set forth in section 2 of this 2015 Act.

9 "(4) The department may establish accounts and subaccounts 10 within the fund when the department, in consultation with the coun-11 cil, determines that accounts or subaccounts are necessary or desira-12 ble and may credit any interest or income derived from moneys in the 13 fund to any account or subaccount in the fund.

"SECTION 5. ORS 351.663 and sections 3, 5, 7, 8, 9 and 10, chapter
 85, Oregon Laws 2014, are repealed.

"<u>SECTION 6.</u> (1) The account established under section 5, chapter
 85, Oregon Laws 2014, for investments in engineering education, within
 the Oregon Education Investment Fund established under section 3,
 chapter 519, Oregon Laws 2011, is abolished.

"(2) Any moneys remaining in the account on the effective date of this 2015 Act that are unexpended, unobligated and not subject to any conditions shall be transferred to the Oregon Talent Council Fund established under section 4 of this 2015 Act.

"<u>SECTION 7.</u> (1) The Engineering and Technology Industry Fund,
 established under section 8, chapter 85, Oregon Laws 2014, for invest ments in engineering education, is abolished.

"(2) Any moneys remaining in the fund on the effective date of this
2015 Act that are unexpended, unobligated and not subject to any
conditions shall be transferred to the Oregon Talent Council Fund established under section 4 of this 2015 Act.

## 1 **"SECTION 8.** ORS 284.711 is amended to read:

"284.711. (1) The Oregon Innovation Council shall provide advice to the
Governor, the Legislative Assembly, research institutions, public agencies
that provide economic development and the private sector on issues related
to:

6 "(a) Promoting agreements between research institutions and private in-7 dustry that increase technology transfer and the commercialization of re-8 search;

9 "(b) Promoting investment in specialized research facilities and signature 10 research centers where Oregon has a distinct or emerging advantage for 11 creating new products and businesses;

"(c) Stimulating seed and start-up capital investment and entrepreneurial
 capacity that will promote economic growth in Oregon traded sector indus tries or Oregon growth businesses;

"(d) Developing the entrepreneurial and management capacity critical to
 the competitiveness of Oregon traded sector industries or Oregon growth
 businesses in rapidly growing global markets;

"(e) Enhancing the international competitiveness of Oregon traded sector
industries or Oregon growth businesses; and

20 "(f) Identifying workforce issues for occupations critical to the 21 competitiveness of Oregon traded sector industries or Oregon growth busi-22 nesses, including but not limited to scientific, engineering, information 23 technology, business management and innovation-based economic develop-24 ment occupations.

<sup>25</sup> "[(2) The Oregon Innovation Council shall advise the Engineering and <sup>26</sup> Technology Industry Council established in ORS 351.663 on how to coordinate <sup>27</sup> the Engineering and Technology Industry Council's goals and policies with the <sup>28</sup> state plan developed under ORS 284.715.]

"[(3)] (2) The council, the Oregon Business Development Commission, the
 State Board of Higher Education and the office of the State Treasurer shall

1 coordinate policies and programs related to the duties of the council.

2 "[(4)] (3) Based on the state plan developed under ORS 284.715 and subject 3 to the approval of the Oregon Business Development Department, the council 4 may distribute moneys in the Oregon Innovation Fund by grant or loan or 5 pursuant to contracts with research institutions, the private sector and 6 public entities.

"[(5)] (4) The council may assess and charge fees for making grants or
loans under ORS 284.742.

9 "SECTION 9. ORS 284.706 is amended to read:

"284.706. (1) There is created the Oregon Innovation Council consisting
 of the following voting members:

"(a) The Governor or the Governor's designated representative, who shall
 be chairperson of the council.

14 "(b) Five members appointed by the Governor who are engaged in the 15 operations of Oregon traded sector industries or Oregon growth businesses.

"(c) One member appointed by the Governor who is a representative of
 an Oregon-based, generally accredited, not-for-profit private institution of
 higher education.

<sup>19</sup> "(d) A member of the Oregon Growth Board, appointed by the board.

"(e) [A member of the Engineering and Technology Industry Council, appointed by the Engineering and Technology Industry Council.] A private sector member of the Oregon Talent Council.

<sup>23</sup> "(f) The Director of the Oregon Business Development Department.

"(g) The executive director of the Higher Education Coordinating Com-mission.

26 "(h) The State Treasurer.

"(2)(a) The Speaker of the House of Representatives shall appoint two
members to the council who are members of the House of Representatives.

"(b) The President of the Senate shall appoint two members to the council
who are members of the Senate.

1 "(c) Members of the Legislative Assembly appointed to the council are 2 nonvoting members and may act in an advisory capacity only.

"(3) The following persons, or their representatives, shall serve as ex
officio, nonvoting members of the council:

5 "(a) The presiding officer of the Oregon Business Development Commis-6 sion.

7 "(b) The chairperson of the Higher Education Coordinating Commission.

8 "(c) An executive officer of an association representing Oregon-based, 9 generally accredited, not-for-profit private institutions of higher education, 10 appointed by the Governor.

"(4) The term of office of each appointed voting member of the council is 11 three years, but an appointed member serves at the pleasure of the appoint-12ing authority. Before the expiration of the term of an appointed voting 13 member, the appointing authority shall appoint a successor whose term be-14 gins on July 1 next following. An appointed member is eligible for reap-15pointment. If there is a vacancy for any cause, the appointing authority shall 16 make an appointment to become immediately effective for the remainder of 17 the unexpired term. 18

"(5) A majority of the voting members of the council constitutes a quorum
 for the transaction of business.

"(6) Official action by the council requires the approval of a majority of
the voting members of the council.

"(7) The council shall meet at least twice per fiscal year at a place, day and time determined by the chairperson. The council may also meet at other times and places specified by a call of the chairperson or by written request of a majority of the voting members of the council.

27 "(8) The council may adopt rules necessary for the operation of the 28 council.

"(9) The council may establish committees and delegate to the committees
 duties as the council considers desirable.

"(10) The Oregon Business Development Department shall provide staff
support to the council.

"(11) Members of the council who are members of the Legislative Assembly are entitled to compensation and expense reimbursement as provided in
ORS 171.072.

"(12) Members of the council who are not members of the Legislative 6 Assembly are entitled to compensation and expenses incurred by them in the 7 performance of their official duties in the manner and amounts provided for 8 in ORS 292.495. Claims for compensation and expenses of members of the 9 council who are public officers shall be paid out of funds appropriated to the 10 public agency that employs the member. Claims for compensation and ex-11 penses of members of the council who are not public officers shall be paid 12out of funds appropriated to the Oregon Business Development Department 13 for that purpose. 14

"(13) All agencies of state government, as defined in ORS 174.111, are directed to assist the council in the performance of its duties and, to the extent permitted by laws relating to confidentiality, to furnish such information and advice as the members of the council consider necessary to perform their duties.

<sup>20</sup> "<u>SECTION 10.</u> There is appropriated to the Employment Depart-<sup>21</sup> ment for allocation to the Oregon Talent Council, for the biennium <sup>22</sup> beginning July 1, 2015, out of the General Fund, the amount of <sup>23</sup> \$15,000,000 for the purpose of carrying out the provisions of sections 1 <sup>24</sup> to 3 of this 2015 Act.

25 "<u>SECTION 11.</u> This 2015 Act being necessary for the immediate
26 preservation of the public peace, health and safety, an emergency is
27 declared to exist, and this 2015 Act takes effect on its passage.".

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