

**Legislative
Fiscal Office**

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**Joint Committee on
Ways and Means**

Sen. Richard Devlin, Senate Co-Chair
Rep. Nancy Nathanson, House Co-Chair

Sen. Betsy Johnson, Senate Co-Vice Chair
Sen. Jackie Winters, Senate Co-Vice Chair
Rep. Dan Rayfield, House Co-Vice Chair
Rep. Greg Smith, House Co-Vice Chair

To: Transportation and Economic Development Subcommittee

From: Steven Bender, Legislative Fiscal Office

Date: June 29, 2017

Subject: HB 2012 – Relating to business entities
Work Session Recommendations

HB 2012 establishes the Eastern Oregon Border Economic Development Board, and the Eastern Oregon Border Economic Development Board Fund in the Oregon Business Development Department (OBDD). The Board is charged with developing and implementing strategies for workforce development and economic development in the region of the state bordering the State of Idaho. The Board is also authorized to make grant and loan awards to promote these strategies.

HB 2012-A additionally provides \$10 million of lottery revenue bond proceeds to the Fund to support the program.

Recommended Changes

The Legislative Fiscal Office (LFO) recommends adoption of the -A3 amendments. These amendments replace the \$10 million of lottery revenue bond proceeds in the bill with a \$5 million General Fund appropriation. The General Fund is provided on a one-time basis; however, OBDD does have the option to request additional funding for the Board in a policy option package in its 2019-21 agency request budget.

The appropriation will provide funding for up to \$4.96 million in potential grant and loan awards, and of up to \$40,000 for OBDD's costs of administering the new program.

MOTION: I move adoption of the -A3 amendment to HB 2012-A. (VOTE)

Final Subcommittee Action

LFO recommends that HB 2012, as amended by the -A3 amendments, be moved to the Ways and Means Full Committee.

MOTION: I move HB 2012, as amended, to the Full Committee with a do pass recommendation. (VOTE)

Carriers

Full Committee: _____

House Floor: _____

Senate Floor: _____