

FISCAL IMPACT OF PROPOSED LEGISLATION

79th Oregon Legislative Assembly – 2017 Regular Session
Legislative Fiscal Office

Measure: HB 3470 - A

Only Impacts on Original or Engrossed Versions are Considered Official

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Date: July 3, 2017

Measure Description:

This measure implements statutory changes necessary to support the 2017-19 legislatively adopted budget and to clarify the application of statutes.

Government Unit(s) Affected:

Oregon State Treasurer; Department of Justice; Department of Administrative Services; Department of Education; Department of Energy; Judicial Department; Legislative Assembly; Legislative Counsel; Legislative Fiscal Office; Department of Water Resources; Department of Human Services; State Library; Department of Revenue; Oregon Business Development Department; Department of Transportation; Governor’s Office; Housing and Community Services Department; Oregon Liquor Control Commission; cities; and counties.

Summary of Expenditure Impact: See analysis

Analysis: This measure implements statutory changes necessary to support the 2017-19 legislatively adopted budget and to clarify the application of statutes. This measure, relating to state financial administration, is not an appropriation bill and therefore does not include the appropriation of funds. The measure, however, is necessary to achieve a balanced budget for the 2017-19 biennium. The measure has an emergency clause and is effective on passage.

The fiscal or budgetary impacts of provisions of this measure are contained in HB 5006 (budget reconciliation) and SB 5529 (Lottery Fund/Criminal Fines Account/Marijuana Account allocation) for the 2017-19 biennium, or in other specific agency budget measures.

Other Funds transfers provided in this measure are one-time in nature and only apply to the 2017-19 biennium, unless otherwise noted, and are to be made on the effective date of the measure, unless otherwise noted.

The following table summarizes, by section and agency, the fiscal impact of this measure:

Section/Gov’t Unit	Program Change	Fiscal Impact
§1-2 Legislative Counsel/ Legislative Fiscal Office	Extends the submission date of a report on the State Treasurer's investment statutes from December 31, 2016 to December 31, 2017.	No Fiscal

Section/Gov't Unit	Program Change	Fiscal Impact
§3 Oregon Liquor Control Commission	Allows the Oregon Liquor Control Commission to temporarily borrow from Oregon Liquor Control Commission Account (liquor account) to pay expenses of the Marijuana Control Commission and Regulation Account. Specifies repayment of the amount borrowed plus 2% per annum interest from the Oregon Marijuana Control and Regulation Account by June 30, 2019.	No Fiscal
§4 Department of Education	Delays implementation of sections of HB 3072 (2015) until the 2019-21 biennium. This will allow the Oregon Department of Education (ODE), school districts and others to determine how best to allocate STEM and CTE resources after passage of Ballot Measure 98 which increases the funding significantly for CTE activities in districts across the state. ODE should continue to use the STEM Council and other groups to advise them how to distribute these funds during 2017-19.	No Fiscal
§5 Department of Human Services/ Department of Justice	Extends the sunset on provision authorizing caseworkers to appear as a party in juvenile court proceeding without appearance of Attorney General from June 30, 2018 to June 30, 2020.	No Fiscal
§6-8 Department of Human Services	Continues, for two more years, the suspension of certain Temporary Assistance for Needy Families (TANF) program services that have also been unfunded for the last three biennia; fiscal impact reflects cost avoidance assumed in the DHS budget.	<\$22,203,586> General Fund
§9-13 Housing and Community Services Department/ Governor's Office	Transfers Oregon Volunteers Commission for Voluntary Action and Service from Housing and Community Services Department to the Governor's Office. The fiscal impact reflects the transfer of Federal Funds.	<\$7,107,780> Federal Funds (HCSD) +\$6,907,780 Federal Funds +200,000 General Fund (GOV)

Section/Gov't Unit	Program Change	Fiscal Impact
§14 Department of Transportation/ Oregon Business Development Department	Transfers Connect Oregon loan repayments to the Oregon Business Development Department for a grant to the Oregon Manufacturing Innovation Center to advance manufacturing technologies through applied research and development relating to marine, freight, and aviation transportation.	<\$3,000,000> Other Funds (ODOT) +\$3,000,000 Other Funds (OBDD)
§15-18 Legislative Assembly	Extends current law related to legislator and other elected official salary under ORS 171.072.	No Fiscal
§19 Judicial Department/ Counties	Allows counties to reallocate up to one-half of General Fund appropriated for county law libraries to conciliation and mediation services in circuit courts.	No Fiscal
§19a Judicial Department	Moves date of increase in transfer rate to the State Court Technology Fund from October 1, 2017 to July 1, 2017 (HB 2795).	No Fiscal
§20-21 Department of Water Resources	Provides for a temporary exception to the application, scoring, and ranking processes for specified projects funded from the Water Supply Development Account	No Fiscal
§22-22a Department of Energy	Abolishes the Alternative Fuel Vehicle Revolving Fund and related statutes.	See §23
§23 Department of Energy	Transfers balance of the Alternative Fuel Vehicle Revolving Fund to the General Fund for general governmental purposes.	\$3,000,000
§24 Department of Administrative Services	Transfers Insurance ["Risk"] Fund revenue to the General Fund for general governmental purposes.	\$33,300,000
§25 Department of Administrative Services	Transfers Operating Fund revenue to the General Fund for general governmental purposes.	\$18,500,000
Section/Gov't	Program Change	Fiscal Impact

Unit		
§26 Department of Administrative Services	Transfers State Information Technology Operating Fund revenue to the General Fund for general governmental purposes.	\$10,500,000
§27 Department of Justice	Transfers Protection and Education Account revenue to the General Fund for general governmental purposes.	\$46,000,000
§28 State Library	Transfers miscellaneous receipts account revenue to the General Fund for general governmental purposes.	\$40,000
§29	Transfer effective date(s)	--
§30-37 Department of Revenue/ Department of Administrative Services/ Cities/Counties	Changes the allocation of state marijuana tax revenues moneys, changes the method by which cities and counties receive state marijuana tax allocations; and directs the Department of Administrative Services - Office of Economic Analysis to forecast state marijuana tax revenues on a quarterly basis.	No Fiscal
§38	Captions	--
§39	Emergency Clause	--