SUMMARY

The following summary is not prepared by the sponsors of the measure and is not a part of the body thereof subject to consideration by the Legislative Assembly. It is an editor's brief statement of the essential features of the measure as introduced.

Caps salary of state employees in executive, judicial and legislative branches hired on or after effective date of Act.
Prohibits departments of state government from contracting with person to provide services to state if individual providing services is paid over certain amount.
Directs executive department, judicial department and legislative department to report on savings realized as result of Act to Legislative Fiscal Officer. Directs Legislative Fiscal Officer to recommend to Joint Committee on Ways and Means that savings be transferred to Public Employees Retirement Fund to be applied against liabilities of Public Employees Retirement System.

A BILL FOR AN ACT

Relating to caps on payment of persons who interact with state government.

Be It Enacted by the People of the State of Oregon:

SECTION 1. (1) As used in this section, “executive department” has the meaning given that term in ORS 174.112.

(2)(a) Except as provided in paragraph (b) of this subsection, an employee of the executive department hired on or after the effective date of this 2019 Act may not be paid an amount in any calendar year that exceeds the annual salary paid during that year to the Governor under ORS 292.930.

(b) Paragraph (a) of this subsection does not apply to amounts paid for overtime.

(3) An agency in the executive department may not contract with a person to provide services to the department if any individual directly providing services to the department under the contract is paid an amount in the calendar year during which the individual provides services that exceeds the annual salary paid during that year to the Governor under ORS 292.930.

SECTION 2. (1) As used in this section, “judicial department” has the meaning given that term in ORS 174.113.

(2)(a) Except as provided in paragraph (b) of this subsection, an employee of the judicial department hired on or after the effective date of this 2019 Act may not be paid an amount in any calendar year that exceeds the annual salary paid during that year to the Chief Justice of the Supreme Court under ORS 292.411.

(b) Paragraph (a) of this subsection does not apply to amounts paid for overtime.

(3) The judicial department may not contract with a person to provide services to the department if any individual directly providing services to the department under the contract is paid an amount in the calendar year during which the individual provides services that exceeds the annual salary paid during that year to the Chief Justice under ORS 292.411.

SECTION 3. (1) As used in this section, “legislative department” has the meaning given that term in ORS 174.114.

NOTE: Matter in boldfaced type in an amended section is new; matter [italic and bracketed] is existing law to be omitted. New sections are in boldfaced type.

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(2)(a) Except as provided in paragraph (b) of this subsection, an employee of the legisla-
tive department hired on or after the effective date of this 2019 Act may not be paid an
amount in any calendar year that exceeds the total annual salary paid during that year to
the President of the Senate and the Speaker of the House of Representatives under ORS
171.072.

(b) Paragraph (a) of this subsection does not apply to amounts paid for overtime.

(3) The legislative department may not contract with a person to provide services to the
department if any individual directly providing services to the department under the contract
is paid an amount in the calendar year during which the individual provides services that
exceeds the total annual salary paid during that year to the President of the Senate and the
Speaker of the House of Representatives under ORS 171.072.

SECTION 4. (1) On January 1 of each year, the executive department, the judicial de-
partment and the legislative department shall report to the Legislative Fiscal Officer the
amount of savings realized in the previous calendar year as a result of the provisions of
sections 1 to 3 of this 2019 Act.

(2) In the next regular session of the Legislative Assembly after the executive depart-
ment, the judicial department and the legislative department make the reports required by
subsection (1) of this section, the Legislative Fiscal Officer shall recommend to the Joint
Committee on Ways and Means that the amount of the savings reported be transferred to
the Public Employees Retirement Fund to be applied against the liabilities of the Public
Employees Retirement System.

SECTION 5. The executive department, the judicial department and the legislative de-
partment shall make the first reports required under section 4 of this 2019 Act no later than
January 1, 2021, for the calendar year 2020.

SECTION 6. Sections 1 to 3 of this 2019 Act apply to contracts to provide services to the
state entered into or renewed on or after the effective date of this 2019 Act.