

FISCAL IMPACT OF PROPOSED LEGISLATION

Measure: HB 4157

80th Oregon Legislative Assembly – 2020 Regular Session
Legislative Fiscal Office

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

Prepared by: Haylee Morse-Miller
Reviewed by: Steve Bender
Date: February 8, 2020

Measure Description:

Authorizes Oregon Business Development Department to award matching grants to membership organizations and business accelerators in outdoor gear and apparel industry.

Government Unit(s) Affected:

Oregon Business Development Department (OBDD)

Summary of Fiscal Impact:

Costs related to the measure may require budgetary action - See analysis.

Summary of Expenditure Impact:

	2019-21 Biennium	2021-23 Biennium
Lottery Funds	250,000	
Total Funds	\$250,000	\$0

Analysis:

HB 4157 allocates \$250,000 in Lottery Funds to the Oregon Business Development Department (OBDD) to provide grants to build capacity and provide technical assistance in the outdoor gear and apparel industry. Matching grants may be awarded to business accelerators, which are defined as companies that operate education programs to mentor outdoor gear and apparel industry companies and are certified by OBDD for purposes of the Oregon Entrepreneurial Development Loan Fund program; and to membership organizations, defined as nonprofit organizations that have the mission of growing the regional outdoor gear and apparel industry. Grantees must be primarily based in Oregon.

This measure would allocate \$250,000 of net lottery proceeds from the Administrative Services Economic Development Fund to OBDD for deposit in the existing Industry Competitiveness Fund (ICF). Lottery Funds expenditure limitation would need to be established in OBDD’s 2019-21 budget for the additional allocation of net lottery proceeds to ICF.

The agency will adopt rules to establish the application process for grants and can charge an application fee to cover the costs of application processing. Administration of the grant awards is anticipated to be absorbable within OBDD’s current budgetary resources. OBDD is required to submit a report to the interim committees of the Legislative Assembly related to economic development, on the matching grant investments, no later than December 31, 2020.

This measure is referred to the Joint Committee on Ways and Means by prior reference.