

Legislative Fiscal Office

Oregon State Capitol
900 Court Street NE, H-178
Salem, OR 97301
503-986-1828

Ken Rocco, Legislative Fiscal Officer
Paul Siebert, Deputy Legislative Fiscal Officer



Joint Committee on Ways and Means

Sen. Betsy Johnson, Senate Co-Chair
Sen. Elizabeth Steiner Hayward, Senate Co-Chair
Rep. Dan Rayfield, House Co-Chair

Sen. Fred Girod, Senate Co-Vice Chair
Rep. David Gomberg, House Co-Vice Chair
Rep. Greg Smith, House Co-Vice Chair

To: Capital Construction Subcommittee

From: Steve Bender, Legislative Fiscal Office

Date: March 3, 2020

Subject: HB 4033-A – Relating to assisting businesses to gain access to capital
Work Session Recommendations

HB 4033-A provides \$8.25 million for three programs to address the capital gap facing Oregon businesses.

These programs include \$5 million for a new lender loan loss reserve account program for qualified lending institutions that are community development financial institutions, nonprofits, economic development districts or local governments; \$3 million for deposit to the Oregon Growth Fund, to fund Oregon Growth Board investments that help fill capital gaps in underserved communities, rural areas, and undersupported industry sectors; and \$250,000 for the Oregon Entrepreneurs Network, to research economic needs and the impact of Oregon small businesses, to collaborate with the Oregon Capital Scan, and to fund a project manager position and technology to create a statewide, connected, and engaged entrepreneurial ecosystem community. These funds will also be used to create recommendations for legislation that will be reported to the Legislature in November 2020.

Recommended Changes

LFO recommends adoption of the -A3 amendments. These amendments do not modify any programmatic components of the A-engrossed bill, but amend the bill to finance program support entirely with General Fund appropriations (instead of a combination of General Fund and Lottery Funds), and to provide all funding to the Oregon Business Development Department (instead of a combination of the Oregon Business Development Department and the Department of Administrative Services).

MOTION: I move adoption of the -A3 amendment to HB 4033-A. (VOTE)

Final Subcommittee Action

LFO recommends that HB 4033-A, as amended by the -A3 amendments, to be moved to the Ways and Means Full Committee.

MOTION: I move HB 4033-A, as amended, to the Full Committee with a do pass recommendation. (VOTE)

Carriers

Full Committee: _____

House Floor: _____

Senate Floor: _____