

**HB 2345 A BUDGET REPORT and MEASURE SUMMARY**

**Carrier:** Sen. Hansell

**Joint Committee On Ways and Means**

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**Action Date:** 06/22/21

**Action:** Do pass the A-Eng bill.

**Senate Vote**

**Yeas:** 11 - Anderson, Frederick, Golden, Gorsek, Hansell, Johnson, Knopp, Lieber, Steiner Hayward, Taylor, Thomsen

**Exc:** 1 - Girod

**House Vote**

**Yeas:** 11 - Bynum, Drazan, Gomberg, Leif, McLain, Nosse, Rayfield, Sanchez, Smith G, Sollman, Stark

**Prepared By:** Linnea Wittekind, Department of Administrative Services

**Reviewed By:** Matt Stayner, Legislative Fiscal Office

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**Oregon Business Development Department  
2021-23**

**Budget Summary\***

	2019-21	2021 - 23	2021-23	Committee Change from 2019-21	
	Legislatively Approved Budget <sup>(1)</sup>	Current Service Level	Committee Recommendation	Leg. Approved	
				\$ Change	% Change
General Fund	\$ -	\$ -	\$ 500,000	\$ 500,000	100.0%
Total	\$ -	\$ -	\$ 500,000	\$ 500,000	100.0%

**Position Summary**

Authorized Positions	0	0	0	0
Full-time Equivalent (FTE) positions	0.00	0.00	0.00	0.00

<sup>(1)</sup> Includes adjustments through January 2021

\* Excludes Capital Construction expenditures

**Summary of Revenue Changes**

HB 2345 makes a one-time General Fund appropriation of \$500,000 to Oregon Business Development Department (OBDD) to establish the Oregon Rural Capacity Fund.

**Summary of Natural Resources Subcommittee Action**

HB 2345 establishes the Oregon Rural Capacity Fund for the Department to provide resources to Oregon’s Economic Development Districts to assist rural jurisdictions to learn about, apply for, and administer grants from public and private sources. The bill appropriates \$500,000 into the newly established fund. The bill requires rural jurisdictions to use resources solely for staffing and building capacity necessary for workforce, infrastructure, economic, and community development. The bill also requires districts to file quarterly reports with OBDD about assistance given to rural jurisdictions.

OBDD must make the program operational by January 1, 2022. By September 15 of each year, OBDD is required to submit an annual report about the assistance program, to an interim committee of the legislative assembly related to economic development.

**DETAIL OF JOINT COMMITTEE ON WAYS AND MEANS ACTION**

**Oregon Business Development Department**  
**Linnea Wittekind -- 971-900-9992**

DESCRIPTION	GENERAL FUND	LOTTERY FUNDS	OTHER FUNDS		FEDERAL FUNDS		TOTAL ALL FUNDS	POS
			LIMITED	NONLIMITED	LIMITED	NONLIMITED		
<u>SUBCOMMITTEE ADJUSTMENTS (from CSL)</u>								
<b>SCR 12300-210 Business, Innovation, Trade</b>								
Special Payments (6060 Interagency General Fund Trans.)	\$ 500,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 500,000	
TOTAL ADJUSTMENTS	\$ 500,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 500,000	0
SUBCOMMITTEE RECOMMENDATION *	\$ 500,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 500,000	0