

FISCAL IMPACT OF PROPOSED LEGISLATION

Measure: HB 3250 - 1

82nd Oregon Legislative Assembly – 2023 Regular Session

Legislative Fiscal Office

Only Impacts on Original or Engrossed Versions are Considered Official

Prepared by: Haylee Morse-Miller

Reviewed by: Amanda Beitel, Tom MacDonald, Matt Stayner, Kim To, Paul Siebert

Date: March 28, 2023

Measure Description:

Establishes Task Force on the State of Sports in Oregon to make recommendations for growing businesses in athletics, team sports, outdoor activities and recreation ecosystem in order to establish Oregon as most conducive location in North America for sports economy.

Government Unit(s) Affected:

Office of the Governor, Parks and Recreation Department, Oregon Business Development Department, Counties, Cities, Task Force/Committee/Workgroup, Legislative Assembly, Higher Education Coordinating Commission

Summary of Fiscal Impact:

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

Analysis:

HB 3250 - 1 creates the 24-member Task Force on the State of Sport in Oregon which is to make recommendations on how to grow businesses in the athletics, team sports, outdoor activities, and recreation ecosystem. The task force is to report to the interim committees of the Legislative Assembly related to economic development with progress reports no later than December 15, 2023, and March 15, 2024; and with a final report by September 15, 2024. The Oregon Business Development Department (OBDD) is to enter into an agreement with a third party to provide staff support to the task force. Members of the task force who are not members of the Legislative Assembly are not entitled to compensation or reimbursement for expenses and serve as volunteers on the task force. The task force sunsets on January 2, 2026. The measure declares an emergency and takes effect on passage.

Oregon Business Development Department

OBDD is directed to enter into an agreement with a third party to provide staff support to the task force. The agency estimates that the cost of contracting for staff support will total \$125,000 General Fund based on prior professional services contracts, but this amount may vary once the agency has more time to scope these costs. Costs would likely be split with 75% paid in the 2023-25 biennium, and the remaining 25% in the 2025-27 biennium, through the sunset date of the task force.

Legislative Assembly

The bill is expected to have a minimal impact on the Legislative Assembly. Four members of the task force will be legislative members who are entitled to per diem and travel reimbursement. Meetings are set by the co-chairs and it is unknown how often the task force would meet. However, assuming that the task force meets every other month until the task force sunsets in 2026, the estimated per diem and travel reimbursement costs will total \$10,000 in the 2023-25 biennium and \$3,400 in the 2025-27 biennium. This amount includes the Federal Insurance Contribution Act (FICA) tax, assumes the per diem remains at \$157 per day, and estimates an average mileage of 171 miles at the current rate of \$0.655 per mile. This estimate could change based on the number of meetings held. The task force would not incur additional costs to the Legislative Assembly budget if the meetings are held at the Capitol building during the Legislative Session, or Task Force or Legislative Days.

Although the 2023-25 Legislative Assembly budget contains funds allocated for interim committees and task forces, if the work required by this task force, or if the cumulative enactment of other legislation with interim committees and task forces exceeds expenditure levels beyond those assumed in the 2023-25 budget, additional General Fund resources may be required.

Other entities

There is no fiscal impact for Counties, Cities, Office of the Governor, Oregon Parks and Recreation Department, and Higher Education Coordinating Commission.