Legislative Fiscal Office

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To: Transportation and Economic Development Subcommittee

From: Walt Campbell, Legislative Fiscal Office

Date: May 30, 2023

Subject: HB 3410 – Relating to economic development

Work Session Recommendations

HB 3410-2 appropriates \$25.7 million General Fund and \$6.5 million Lottery Funds for rural infrastructure and revitalization around the state. The measure includes the following:

- \$9 million in General Fund for the Department of Agriculture to continue a grant program to help meat processors become compliant with the State Meat Inspection Program to expand operations inspected by the U.S. Department of Agriculture. The measure extends the program's sunset to June 30, 2025.
- \$11.2 million in General Fund to the Department of Administrative Services for the Regional Revitalization Strategies Consortium and Oregon Coast Visitors Association. The Regional Revitalization Strategies Consortium will provide \$10 million in grants and loans related to the development of housing in rural areas and cities with a population less than 50,000. The remaining \$1.2 million is directed to the Oregon Coast Visitors Association to aid businesses focused on regional food systems.
- \$5.5 million in General Fund to the Higher Education Coordinating Commission to support the outdoor recreation economy and maritime workforce. Outdoor recreation economy support includes \$2 million for professional and workforce development programs; \$1 million for planning and construction of outdoor recreation facilities in communities impacted by wildfires; \$500,000 to equip a fabrication and maker space at Oregon State University-Cascades to support product prototyping. Support for the maritime workforce via \$2 million to implement and administer a new maritime workforce development program to support strategic investments and activities.
- \$6.5 million in Lottery Funds to the Oregon Business Development Department for grant programs related to county fairgrounds and the outdoor gear industry, as well as funding for small business district centers. \$3 million to develop and implement a program for awarding grants for the operation of county fairs as well as the maintenance and repair of county fairgrounds. \$500,000 to award matching grants

for capacity building and technical assistance in the outdoor gear and apparel industry. \$3 million for the existing Small Business Development Centers program that provides services and training to small businesses and entrepreneurs.

Recommended Changes

LFO recommends adoption of the -2 amendment, which replaces the introduced version with the appropriations identified above and associated requirements.

MOTION: I move adoption of the -2 amendment to HB 3410. (VOTE)

Final Subcommittee Action

Carriers

LFO recommends that HB 3410, as amended by the –2 amendment, be moved to the Ways and Means Full Committee.

MOTION: I move HB 3410, as amended, to the Full Committee with a do pass recommendation. (VOTE)

| Full Committee: | |
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| House Floor: | |
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| Senate Floor: | |