

SUBCOMMITTEE RECOMMENDATION

HB 5045 2021-23 Budget Rebalance

To: Ways and Means Full Committee
From: Capital Construction Subcommittee
Carrier: Representative Sanchez

HB 5045 is an omnibus budget reconciliation bill that makes changes to the 2021-23 legislatively approved budget. The measure rebalances state agency budgets, makes statewide adjustments for debt service, and provides supplemental funding for select purposes.

The measure provides one-time General Fund of \$25 million to support hospital bed capacity, \$9.4 million in the Department of Human Services for higher than projected costs for emergency management activities, and \$7.5 million for the Oregon Food Bank's food stabilization efforts. One-time funding of \$3.3 million is also included for community-based care providers facing financial distress, as well as \$1.1 million in the Public Defense Services Commission for cases associated with non-unanimous jury verdicts.

Various adjustments are made to expenditure limitations to support expenditures through remainder of the biennium. Examples include an increase of \$270 million Other Funds in the Department of Transportation for existing highway projects and emergency road maintenance and \$15.7 million Other Funds for costs in the Department of Administrative Services. The final net-zero adjustments are also made to establish the new Department of Emergency Management.

The measure dis-appropriates the remaining balance in the Emergency Fund and recognizes General Fund savings available from extensions of the enhanced federal Medicaid match. Overall, the measure results in net General Fund savings of \$693.8 million, a total funds increase of \$1.8 billion, and the establishment of 10 positions.

The Capital Construction Subcommittee recommends HB 5045 be amended by the –3 amendment and be reported out do pass, as amended.