

HB 4098 A BUDGET REPORT and MEASURE SUMMARY

Joint Committee On Ways and Means

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**Oregon Business Development Department
2023-25**

**Department of Early Learning and Care
2023-25**

**Bureau of Labor and Industries
2023-25**

PRELIMINARY

Budget Summary*

	2023-25	2024	Committee Change from	
	Legislatively Approved Budget ⁽¹⁾	Committee Recommendation	2023-25 Leg. Approved	
			\$ Change	% Change
Oregon Business Development Department				
General Fund	\$ -	\$ 2,500,000	\$ 2,500,000	100.0%
Other Funds Limited		\$ 2,500,000	\$ 2,500,000	100.0%
Total	\$ -	\$ 5,000,000	\$ 5,000,000	100.0%
Department of Early Learning and Care				
Other Funds Limited	\$ -	\$ 366,245	\$ 366,245	100.0%
Total	\$ -	\$ 366,245	\$ 366,245	100.0%
Bureau of Labor and Industries				
Other Funds Limited	\$ -	\$ 681,662	\$ 681,662	100.0%
Total	\$ -	\$ 681,662	\$ 681,662	100.0%

Position Summary

Oregon Business Development Department

Authorized Positions	0	1	1
Full-time Equivalent (FTE) positions	0.00	0.50	0.50

Department of Early Learning and Care

Authorized Positions	0	3	3
Full-time Equivalent (FTE) positions	0.00	1.75	1.75

Bureau of Labor and Industries

Authorized Positions	0	1	1
Full-time Equivalent (FTE) positions	0.00	0.50	0.50

⁽¹⁾ Includes adjustments through January 2024

* Excludes Capital Construction expenditures

Summary of Revenue Changes

This measure appropriates a total of \$2.5 million General Fund to the Oregon Business Development Department (OBDD), increases Other Funds expenditure limitation by \$366,245 for the Department of Early Learning and Care (DELIC), and by \$681,662 for the Oregon Bureau of Labor (BOLI). The General Fund appropriation to OBDD is to be deposited in the CHIPS Child Care Fund (CCCF), established in the bill. OBDD's Other Funds expenditure limitation is also increased by \$2.5 million to expend money from the CCCF for the program developed to provide financial support and childcare subsidies.

OBDD will make a \$681,622 special payment to BOLI as the funding source for BOLI's Other Funds expenditure limitation. BOLI will in turn make a \$366,245 special payment to DELIC as the funding source for the DELIC's Other Funds expenditure limitation.

Summary of Transportation and Economic Development Subcommittee Action

House Bill 4098 directs OBDD to establish the CHIPS Child Care Work Group to develop recommendations to require businesses receiving a program grant or loan under Senate Bill 4 (2023) to make financial contributions to the CCCF, created in the bill; and to determine the amount of the financial contributions and the mechanism by which those contributions are to be made. The work group must include representatives from relevant state agencies, businesses, and childcare advocates. On or before November 15, 2024, the work group must submit a report with its recommendations to legislative committees related to childcare and workforce development.

OBDD

House Bill 4098 directs OBDD to enter into an interagency agreement (IAA) with BOLI to develop and administer a program to provide financial assistance and childcare subsidies to construction apprentices and specified journey workers. Financial support may be provided to those apprentices or journey workers or to their childcare providers. BOLI must evaluate the impact of this program on increasing diversity in the construction workforce.

The Subcommittee recommended a one-time \$2.5 million General Fund appropriation to OBDD, to be deposited into the CCCF. The Subcommittee recommended a commensurate \$2.5 million increase in Other Funds expenditure limitation to provide OBDD with funding to support one limited duration position (0.50 FTE), Services and Supplies costs related to the position, and Special Payments (including a \$681,662 special payment to BOLI and \$1,654,161 for payments to support childcare infrastructure at existing or proposed CHIPS worksites).

BOLI

House Bill 4098 requires BOLI to enter an IAA with OBDD to receive special payment funding from the CCCF or Child Care Infrastructure Fund, created in HB 3005 (2023). BOLI will also enter into an IAA with DELIC, for the Apprenticeship Related Child Care program, which DELIC

administers. The Subcommittee recommended a \$681,662 Other Funds expenditure limitation increase for one limited duration, full-time position (0.50 FTE), Services and Supplies related to the position, and a Special Payment to DELC in the amount of \$366,245.

DELC

The Subcommittee recommended a \$366,245 Other Funds expenditure limitation increase for DELC's Direct Pay Unit and the Child Care Assistance Program to accommodate an anticipated workload increase associated with new childcare slots added to the Apprenticeship Related Child Care Program. The Subcommittee's recommendation includes funding for three limited duration, full-time positions (1.75 FTE) and related Services and Supplies.

PRELIMINARY

DETAIL OF JOINT COMMITTEE ON WAYS AND MEANS ACTION

Oregon Business Development Department, Oregon Department of Early Learning and Care, Oregon Bureau of Labor and Industries
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DESCRIPTION	GENERAL FUND	LOTTERY FUNDS	OTHER FUNDS		FEDERAL FUNDS		TOTAL ALL FUNDS	POS	FTE
			LIMITED	NONLIMITED	LIMITED	NONLIMITED			
SUBCOMMITTEE ADJUSTMENTS									
Oregon Business Development Department									
SCR 12300-300 - Infrastructure									
Personal Services	\$ -	\$ -	\$ 122,477	\$ -	\$ -	\$ -	\$ 122,477	1	0.50
Services and Supplies	\$ -	\$ -	\$ 41,700	\$ -	\$ -	\$ -	\$ 41,700		
Special Payments	\$ -	\$ -	\$ 1,654,161	\$ -	\$ -	\$ -	\$ 1,654,161		
6839 Spc Pmt to Labor and Ind, Bureau	\$ -	\$ -	\$ 681,662	\$ -	\$ -	\$ -	\$ 681,662		
6060 Intra-Agency Gen Fund Transfer	\$ 2,500,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,500,000		
Department of Early Learning and Care									
SCR 58800-100 - Department Operations									
Personal Services	\$ -	\$ -	\$ 303,605	\$ -	\$ -	\$ -	\$ 303,605	3	1.75
Services and Supplies	\$ -	\$ -	\$ 62,640	\$ -	\$ -	\$ -	\$ 62,640		
Bureau of Labor and Industries									
SCR 83900-050 - Apprenticeship and Training									
Personal Services	\$ -	\$ -	\$ 108,867	\$ -	\$ -	\$ -	\$ 108,867	1	0.50
Services and Supplies	\$ -	\$ -	\$ 206,550	\$ -	\$ -	\$ -	\$ 206,550		
6588 Spc Pmt to Early Learning and Care	\$ -	\$ -	\$ 366,245	\$ -	\$ -	\$ -	\$ 366,245		
SUBCOMMITTEE RECOMMENDATION *	\$ 2,500,000	\$ -	\$ 3,547,907	\$ -	\$ -	\$ -	\$ 6,047,907	5	2.75

% Change from 2023-25 Leg Approved Budget 100.0% 0.0% 100.0% 0.0% 0.0% 0.0% 100.0% 100.0% 100.0%

PRELIMINARY