



Legislative Fiscal Office
 82nd Oregon Legislative Assembly
 2024 Regular Session

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 Date: February 26, 2024

Bill Title: Relating to state financial administration; declaring an emergency.

Government Unit(s) Affected: Oregon Business Development Department, Housing and Community Services Department, Department of Administrative Services, Oregon Department of Transportation, Water Resources Department, Oregon Health Authority, Department of Human Services, Oregon Department of Energy

Summary of Fiscal Impact

2023-25 Biennium	General Fund	Lottery Funds	Other Funds	Federal Funds	Total Funds	Positions	FTE
Oregon Business Development Department	\$ 89,372,427	\$ -	\$ -	\$ -	\$ 89,372,427	5	2.13
Housing and Community Services Department	\$ 112,000,000	\$ -	\$ -	\$ -	\$ 112,000,000	1	0.63
Department of Administrative Services	\$ 30,250,000	\$ -	\$ -	\$ -	\$ 30,250,000	-	-
Oregon Department of Transportation	\$ 4,000,000	\$ -	\$ -	\$ -	\$ 4,000,000	-	-
Water Resources Department	\$ 1,500,000	\$ -	\$ -	\$ -	\$ 1,500,000	-	-
Oregon Health Authority	\$ 36,500,000	\$ -	\$ -	\$ -	\$ 36,500,000	-	-
Department of Human Services	\$ 2,000,000	\$ -	\$ -	\$ -	\$ 2,000,000	-	-
Oregon Department of Energy	\$ 4,000,000	\$ -	\$ -	\$ -	\$ 4,000,000	-	-
Total Fiscal Impact	\$279,622,427	\$ -	\$ -	\$ -	\$279,622,427	6	2.76

2025-27 Biennium	General Fund	Lottery Funds	Other Funds	Federal Funds	Total Funds	Positions	FTE
Oregon Business Development Department	\$ 1,086,357	\$ -	\$ -	\$ -	\$ 1,086,357	5	4.50
Total Fiscal Impact	\$ 1,086,357	\$ -	\$ -	\$ -	\$ 1,086,357	5	4.50

- The fiscal impact does not include duplicative Other Funds expenditure limitation necessary to expend General Fund revenue deposited by the measure into the Healthy Homes Repair Fund, Residential Heat Pump Fund, and the Water Supply Development Account. An increase in Other Funds expenditure limitation will be needed to properly budget for the impact of the measure if it is adopted.

Measure Description

The measure appropriates a total of \$279,622,427 General Fund to eight state agencies in the 2023-25 biennium. The agencies include the Oregon Business Development Department (OBDD), Housing and Community Services Department (HCSD), Department of Administrative Services (DAS), Oregon Department of Transportation (ODOT), Water Resources Department (WRD), Oregon Health Authority (OHA), Department of Human Services (DHS), and Oregon Department of Energy (ODOE). The measure also increases Other Funds

expenditure limitation for OHA, WRD, and ODOE, for the expenditure of General Fund deposited into continuously appropriated funds.

Fiscal Analysis

The total estimated fiscal impact is \$279,622,427 General Fund in the 2023-25 biennium and \$1,086,357 General Fund in the 2025-27 biennium. However, it should be noted that the measure increases Other Funds expenditure limitation for OHA, WRD, and ODOE by a total of \$20,500,000 to spend General Fund appropriated for deposit into specified funds.

Oregon Business Development Department

The measure appropriates \$89,372,427 General Fund to OBDD in the 2023-25 biennium, \$88,796,931 of which OBDD will allocate to 44 specified infrastructure projects to support the development of housing. To administer the program, OBDD will need to hire five permanent, full-time positions (2.13 FTE), including two Operations and Policy Analyst 3 positions, one Accounting Manager 1, one Administrative Specialist 2, and one Accounting Technician. The total administrative cost is \$575,496 General Fund in the 2023-25 biennium and \$1,086,357 General Fund in the 2025-27 biennium.

Housing and Community Services Department

The measure appropriates \$112,000,000 General Fund to HCSD in the 2023-25 biennium. HCSD will allocate this funding according to the following amounts and purposes specified in the measure:

- \$65,000,000 for the operations, services, and administration of emergency shelters, Project Turnkey sites, and Navigation Centers.
- \$34,000,000 for homelessness prevention services, including services provided through the Oregon Eviction Diversion and Prevention (ORE-DAP) and Eviction Prevention Rapid Response (EPRR) programs and services provided by culturally responsive organizations.
- \$7,000,000 for distribution to Urban League of Portland for homelessness prevention services.
- \$5,000,000 to provide matching funds to individual development accounts.
- \$1,000,000 for distribution to Seeding Justice for tenant education and support for specified residents.

HCSD will have administrative costs to distribute these funds, primarily associated with facilitating coordination and information with a new group of shelters that have not previously received shelter support through HCSD. One full-time limited duration Operations and Policy Analyst 2 position (0.63 FTE) is included for this work. The total administrative cost is \$212,268 General Fund in the 2023-25 biennium, which includes \$50,000 for contract review by the Department of Justice.

Department of Administrative Services

The measure appropriates \$30,250,000 to DAS in the 2023-25 biennium. DAS will allocate this funding according to the following amounts and purposes specified in the measure:

- \$1,000,000 for distribution to Community Warehouse to support the donation of reused household goods and furnishings.
- \$25,000,000 for distribution to Albina Vision Trust for the purchase and redevelopment of property for affordable housing, on North Dixon Street in Portland.
- \$1,250,000 for distribution to the Center for African Immigrants and Refugees Organization for the purchase and development of property, for affordable housing on Southeast Stark Street in Portland.
- \$3,000,000 for distribution to the Center for Intercultural Organizing (DBA Unite Oregon) for the purchase of property on East Burnside Street in Portland for development of affordable housing.

DAS will not have any administrative costs to provide these direct allocations.

Oregon Department of Transportation

The measure appropriates \$4,000,000 General Fund to ODOT in the 2023-25 biennium. ODOT will distribute this funding to the City of Pendleton for construction of an arterial road needed to open land for housing development. ODOT will not have any administrative costs to distribute this funding.

Water Resources Department

The measure appropriates \$1,500,000 General Fund to WRD in the 2023-25 biennium for deposit into the Water Supply Development Account. To make expenditures from the account, the measure increases WRD's Other Funds expenditure limitation by \$1,500,000 to issue a grant to the City of Riddle for a new water storage reservoir to support Habitat for Humanity homes. Including Other Funds, the total budgetary impact to WRD is \$3,000,000 total funds in the 2023-25 biennium. WRD will not have any administrative costs to provide this grant to the City of Riddle.

Oregon Health Authority

The measure appropriates \$36,500,000 General Fund to OHA in the 2023-25 biennium. OHA will distribute this funding according to the following amounts and purposes specified in the measure:

- \$15,000,000 for deposit into the Healthy Homes Repair Fund.
- \$3,500,000 to provide air conditioners and air filters.
- \$18,000,000 for grants to various Oregon-based nonprofit organizations for housing people in recovery from substance use disorders.

The measure also increases OHA's Other Funds expenditure limitation by \$15,000,000 to expend the General Fund deposited into the Healthy Homes Repair Fund. Including Other Funds, the total budgetary impact to OHA is \$51,500,000 in the 2023-25 biennium. OHA will not have any administrative costs to distribute this funding.

Department of Human Services

The measure appropriates \$2,000,000 to DHS in the 2023-25 biennium to provide support for warming or cooling emergency shelters or facilities. DHS will not have any administrative costs to distribute this funding to emergency shelters or facilities.

Oregon Department of Energy

The measure appropriates \$4,000,000 to ODOE in the 2023-25 biennium for deposit into the Residential Heat Pump Fund, which will allow for an increase in the number of rebates provided under the Residential Heat Pump program for the purchase and installation of heat pumps and related upgrades in rental homes. The measure also increases ODOE's Other Funds expenditure limitation by \$4,000,000 to expend monies deposited into the Fund. Including Other Funds, the total budgetary impact to ODOE is \$8,000,000 in the 2023-25 biennium. ODOE will not have any additional administrative costs related to this increase in program funding.

Relevant Dates

The measure declares an emergency and takes effect on passage.