

FISCAL IMPACT OF PROPOSED LEGISLATION

Measure: SB 1049 - 2

82nd Oregon Legislative Assembly – 2023 Regular Session

Legislative Fiscal Office

Only Impacts on Original or Engrossed Versions are Considered Official

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Date: June 16, 2023

Measure Description:

Implements statutory changes necessary to support the 2023-25 legislatively adopted budget and to clarify the application of statutes. Transfers moneys from Public Employees' Revolving Fund to General Fund for general governmental purposes.

Government Unit(s) Affected:

Oregon Health Authority, Board of Licensed Social Workers, Board of Dentistry, Board of Licensed Professional Counselors and Therapists, Board of Naturopathic Medicine, Board of Nursing, Board of Psychology, Board of Tax Practitioners, Construction Contractors Board, Department of Administrative Services, Department of Consumer and Business Services, Department of Education, Department of Environmental Quality, Department of Forestry, Department of Revenue, Department of Transportation, Department of the State Fire Marshal, Higher Education Coordinating Commission, Legislative Fiscal Office, Mortuary and Cemetery Board, Oregon Business Development Department, Oregon Medical Board, Public Utility Commission, Real Estate Agency, Veterinary Medical Examining Board

Summary of Fiscal Impact:

Costs related to the measure are anticipated to be minimal - See explanatory analysis.

Analysis:

This measure implements statutory changes necessary to support the 2023-25 legislatively adopted budget and to clarify the application of statutes. This measure, relating to state financial administration, is not an appropriation bill and therefore does not include the appropriation of funds. The measure has an emergency clause and is effective on passage.

The fiscal or budgetary impacts of provisions of this measure are contained in SB 5506 (budget reconciliation), HB 5005 (bond authorization), in agency budget measures, or policy measures for the 2023-25 biennium.

The following table summarizes, by section and agency, the fiscal impact of this measure:

Section/Gov't Unit	Program Change	Fiscal Impact
§1-32 Various Agencies	Removes outdated statutory requirements to report to the Emergency Board when adopting new fees for various agencies.	No Fiscal Impact
§33 Oregon Health Authority	Transfers \$40 million of Public Employee Benefit Board revenues to the General Fund for general governmental purposes.	No Fiscal Impact
§33a Oregon Health Authority	Transfers \$50 million of Public Employee Benefit Board revenues to the Department of Administrative Services Insurance (Risk) Fund.	No Fiscal Impact
§33b Oregon Health Authority	Transfers remaining \$614,635 balance in the Health Insurance Exchange Fund from the Compact of Free Association (COFA) Medical Assistance Program to General Fund. The program closed December 31, 2021, because members became eligible for Medicaid and transitioned on to the Oregon Health Plan.	No Fiscal Impact
§34-35 Legislative Fiscal Office	Removes section 57 and 61 fund transfers from HB 4304 (2020 Second Special Session) which were purportedly vetoed by the Governor.	No Fiscal Impact
§36-38 Oregon Business Development Department	Extends the sunset on the Tide Gate Grant and Loan Fund detailed in HB 4304 (2020 Second Special Session) to June 30, 2024.	No Fiscal Impact
§39 Department of Administrative Services	Changes the calculation for determining the maximum number of state employees from 1% to 1.5% of the state's population of the prior year.	No Fiscal Impact
§40 Oregon Department of Forestry	Extends the deadline for the Department of Forestry to complete projects designed to reduce wildfire risk as authorized in SB 762 (2021) to June 30, 2025.	No Fiscal Impact
§41 Oregon Health Authority	Directs the Department of Justice to deposit proceeds from the Juul Settlement into the Oregon Health Authority Fund. LFO anticipates a \$4.4 million deposit will be made during the 2023-25 biennium and a \$5.4 million deposit into the OHA Fund will be made in 2025-27.	\$4,400,000 Other Funds

Section/Gov't Unit	Program Change	Fiscal Impact
§42-44 Department of Administrative Services	Creates the Polychlorinated Biphenyls Remediation and Restitution Account and directs the Department of Justice to deposit proceeds from the Monsanto Settlement into the account. The Department of Justice anticipates \$565,000,000 will be deposited in this new fund. HB 5029 allocates \$18,763,236 to the Department of State Lands for environmental remediation or restitutionary projects.	\$18,763,236 Other Funds
§45-46 Oregon Department of Education	Increases the reimbursement rate for student vision screenings from \$3.20 to \$4.00 per student.	Indeterminate
§47-47a Department of Revenue	Clarifies authority of the Department of Revenue to transfer to the Drug Treatment and Recovery Services Fund savings from implementation of chapter 2, Oregon Laws 2021.	No Fiscal Impact
§48 Oregon Health Authority	Creates the Opioid Reversal Medication and Harm Reduction Clearinghouse Bulk Purchasing Fund.	No Fiscal Impact
§49-50 Oregon Department of Education	Clarifies that monies in the Early Learning Account are continuously appropriated to the Department of Education, which is to transfer monies from the account to the Department of Early Learning and Care as required by law.	No Fiscal Impact
§51-52 Department of the State Fire Marshal	Creates the State Fire Marshal Mobilization Fund.	\$2 million General Fund [expended as Other Funds]
§53 Oregon Department of Transportation	Repeals provisions of 2013 Oregon Chapter Law related to the previous Interstate 5 bridge replacement project.	No Fiscal Impact
§54-55 Oregon Health Authority	Changes OHA authorization in HB 3396 to make grants for healthcare professions workforce development activities to reimbursements.	No Fiscal Impact