



## Summary of Emergency Board Action June 2022

The Legislative Emergency Board met on June 3, 2022 and considered an agenda of 69 items. The Emergency Board approved seven allocations from the Emergency Fund and eight allocations from special purpose appropriations made to the Emergency Board. A total of \$8.5 million was allocated from the Emergency Fund and \$248.7 million was allocated from special purpose appropriations. Additional details on these actions are described below. After the Emergency Board actions, the balance in the general purpose Emergency Fund is \$41.5 million. An additional \$171.1 million remains in various special purpose appropriations, including \$100 million for caseload costs or other unbudgeted expenses of the Oregon Health Authority and the Department of Human Services. Unused special purpose appropriations become available for any lawful use (including the original purpose) by the Emergency Board on December 1, 2022.

The agenda included 23 items that requested additional 2021-23 biennium authority to spend Other Funds and Federal Funds. The Emergency Board approved expenditure limitation increases of approximately \$437.3 million Other Funds and \$332.7 million Federal Funds. The Emergency Board also authorized the establishment of 107 positions (45.32 FTE).

The agenda included nine agency reports, which the Emergency Board acknowledged receiving, six of which were on a single consent agenda item. The Emergency Board heard 27 requests for the submission of federal grant applications, 21 of which were approved on consent.

The following is a summary of significant Emergency Board actions taken at the June 2022 meeting, with a record of all actions available in the June 3, 2022 Emergency Board Certificate.

### Education

- Allocated \$19,000,000 from the special purpose appropriation made to the Emergency Board to the Higher Education Coordinating Commission for the implementation of the Oregon Tribal Student Grant Program.
- Approved, retroactively, the submission of a federal grant application by the Department of Education to the U.S. Department of Health and Human Services, Substance Abuse and Mental Health Services Administration, in the amount of \$5,400,000 over a period of

five years, to support the development, implementation, and evaluation of a sustainable infrastructure for school-based mental health, promote healthy social and emotional development of school-aged youth, and prevent youth violence in school settings.

### Human Services

- Allocated \$30,000,000 from the special purpose appropriation made to the Emergency Board to the Oregon Health Authority for the Oregon Essential Workforce

Health Care Program, and increased the Federal Funds expenditure limitation by \$45,000,000, to implement the program.

- Allocated \$42,500,000 from the special purpose appropriation made to the Emergency Board to Oregon Health Authority, and increased the Federal Funds expenditure limitation by \$112,000,000, for increasing behavioral health provider rates.
- Allocated \$5,000,000 from the special purpose appropriation made to the Emergency Board for the state's natural disaster prevention, preparedness, response and recovery activities to the Department of Human Services, for drought response efforts, with the understanding the Department of Administrative Services will unschedule \$4,000,000 of the amount until the agency provides the Legislative Fiscal Office and Chief Financial Office a spending plan.
- Acknowledged receipt of various reports from the Department of Human Services required by budget notes related to recent investments in long-term care capital improvement and emergency preparedness, long-term care workforce development and training, and foster care respite services, as well as barriers to mental health for individuals served by the Aging and People with Disabilities and the Intellectual and Developmental Disabilities programs.

#### **Public Safety**

- Increased the Federal Funds expenditure limitation for the Department of Justice by \$35,110,718 for a federal Victims of Crime Act grant.
- Allocated \$357,161 from the Emergency Fund to the Department of Justice and authorized the establishment of three limited duration positions (1.42 FTE) for the administration of a community-based violence prevention program.
- Allocated \$63,050 from the Emergency Fund to the Oregon Military Department, and increased the Federal Funds expenditure limitation by \$189,150, for capital improvements to install new computer

fiberoptic cable at the Senator Jackie Winters Oregon National Guard Youth Challenge Campus.

- Increased the Other Funds expenditure limitation for the Department of Public Safety Standards and Training by \$429,930 to accommodate an increase in expenditures from the Fund.

#### **Judicial Branch**

- Approved, retroactively, the submission of a federal grant application by the Oregon Judicial Department to the U.S. Department of Justice, Bureau of Justice Assistance, in the amount of \$2,000,000 over a period of four federal fiscal years, to improve, expand, and enhance adult drug courts.
- Acknowledged receipt of a report from the Public Defense Services Commission on the agency's reorganization.
- Acknowledged receipt of a report from the Public Defense Services Commission on a financial update and authorized transfers between appropriations to align General Fund appropriations with expenditures in support of the agency's legislative approved programs.
- Allocated \$413,011 from the Emergency Fund to the Public Defense Services Commission for a one fiscal year contract extension with the Oregon Judicial Department for information technology support.
- Allocated \$100,000,000 from the special purpose appropriation made to the Emergency Board to the Public Defense Services Commission for public defense services.
- Allocated \$94,155 from the Emergency Fund established to the Public Defense Services Commission to fund the administrative reclassification of a Procurement Analyst 1 position to a Manger 2 position.

#### **Natural Resources**

- Allocated \$1,192,241 from the special purpose appropriation made to the Emergency Board for the state's natural disaster prevention, preparedness, response

and recovery to the Department of Agriculture for the suppression of grasshoppers and crickets.

- Approved, retroactively, the submission of a federal grant application by the Department of Agriculture to the U.S. Department of Agriculture, in the amount of up to \$62,000,000 over a period of eight years, for Climate Smart Commodities.
- Increased the Federal Funds expenditure limitation for the Department of Forestry by \$1,115,923 for the expenditure of federal grant awards for Topographical Data and Habitat Conservation Plan Development.
- Allocated \$50,000,000 from the special purpose appropriation made to the Emergency Board to the Department of Forestry for cash flow needs.
- Increased the Federal Funds expenditure limitation for the Department of Forestry by \$17,000,000 for expenditure of federal grant funds awarded by the U.S. Forest Service for the Forest Legacy Program.
- Allocated \$1,957,075 from the Emergency Fund to the Department of Forestry, and increased the Other Funds expenditure limitation by \$315,000, for payment of premium costs associated with the state's 2022 catastrophic wildfire insurance policy.
- Approved, retroactively, the submission of a federal grant application by the Department of Environmental Quality to the U.S. Environmental Protection Agency, in the amount of \$1,919,100, for projects under the Pollution Prevention Grant Program.

#### **Economic and Community Development**

- Allocated \$1,000,000 from the special purpose appropriation made to the Emergency Board for development of affordable rental housing projects that are co-located with child care or early learning centers to the Housing and Community Services Department for administrative expenses associated with program start-up, with the understanding that the Housing and Community Services Department will return to the Emergency Board to request remaining

funds when a third-party program administrator has been selected and solicitation for project proposals is ready to proceed.

- Increased the Federal Funds expenditure limitation for the Oregon Business Development Department by \$26,500,000 and authorized the establishment of four permanent positions (2.00 FTE) for the administration and expenditure of federal State Small Business Credit Initiative program funds.
- Approved, retroactively, the submission of a federal grant application by the Oregon Business Development Department to the U.S. Department of Agriculture, Forest Services, in the amount of \$13,000,000, to provide loans and grants for economic development projects that benefit local communities in the vicinity of the Opal Creek Wilderness area.
- Approved, retroactively, the submission of a federal grant application by the Oregon Business Development Department to the U.S. Environmental Protection Agency, in the amount of \$5,000,000, for the capitalization of the Oregon Brownfields Revolving Loan Fund.
- Approved, retroactively, the submission of a federal grant application by the Oregon Employment Department to the U.S. Department of Labor, in the amount of \$3,000,000 over three years, to assist underserved workers in understanding and receiving unemployment insurance benefits and services.
- Allocated \$5,000,000 from the Emergency Fund to the Housing and Community Services Department for distribution to Home Forward to administer an affordable housing stabilization grant fund for affordable housing providers that can demonstrate outstanding debt from past due rent accumulated by residents in affordable units between April 1, 2020 and April 30, 2022.

### **Transportation**

- Increased the Other Funds expenditure limitation for the Department of Transportation by \$10,100,000, for rail crossing safety improvements; and increased the Other Funds expenditure limitation for the Department of Transportation by \$406,566,790, increased the Federal Funds expenditure limitation by \$92,800,000, and authorized the establishment of 76 positions (29.77 FTE), for administration of additional transportation funding under the Infrastructure Investment and Jobs Act federal transportation funding authorization.
- Approved, retroactively, the submission of a federal grant application by the Department of Transportation to the U.S. Department of Transportation, in the amount of \$20,000,000, for improvements to Oregon 99 in the Phoenix area.
- Approved, retroactively, the submission of a federal grant application by the Department of Transportation to the U.S. Department of Transportation, in the amount of \$18,000,000, for safety improvements on Outer Powell Boulevard.
- Approved, retroactively, the submission of a federal grant application by the Department of Transportation to the Federal Transit Administration, in the amount of up to \$14,155,246, to fund purchases of transit vehicles and other transit costs.
- Approved, retroactively, the submission of a federal grant application by the Department of Transportation to the U.S. Department of Transportation, in the amount of \$36,000,000, for improvements to the Interstate 5 Aurora-Donald interchange.
- Approved, retroactively, the submission of a federal grant application by the Department of Transportation to the U.S. Department of Transportation, in the amount of \$52,650,000, for freight connectivity and multimodal improvements to US 97 in the Redmond area.
- Approved, retroactively, the submission of a federal grant application by the Department of Transportation to the U.S. Department of

Transportation, in the amount of \$120,000,000, for improvements to Interstate 205.

- Increased the Other Funds expenditure limitation for the Department of Aviation by \$227,444, and increased the Federal Funds expenditure limitation by \$2,047,000, for infrastructure projects at ten state-owned airports.

### **Consumer and Business Services**

- Acknowledged receipt of a report from the Oregon Board of Dentistry on adoption of dental therapy fees.
- Increased the Other Funds expenditure limitation for the Oregon State Board of Nursing by \$664,645 and authorized the establishment of two limited duration positions (1.08 FTE) for increased licensing and legal costs.
- Approved, retroactively, the submission of a federal grant application by the Bureau of Labor and Industries to the U.S. Department of Labor, in the amount of \$4,000,000, to expand the number of registered apprenticeship programs and apprentices across the state.

### **Administration**

- Increased the Other Funds expenditure limitation for the State Treasurer by \$177,320 and authorized an increase of 0.59 FTE to fund the reclassification of four positions and increase of two positions from part-time to full-time for the Trust Property Program.
- Increased the Other Funds expenditure limitation for the Public Employees Retirement System by \$3,797,797 and authorized the establishment of six limited duration positions (2.75 FTE) for the pre-planning phase of the ORION Modernization Project.
- Increased the Other Funds expenditure limitation for the Department of Administrative Services by \$3,266,681 to address costs associated with moving the implementation date of the Workday Payroll

and Time Tracking project from July 1, 2022 to December 1, 2022.

- Increased the Other Funds expenditure limitation for the Department of Administrative Services by \$505,831 and authorized the establishment of three limited duration positions (1.50 FTE) to address increased workload and to develop the state’s workforce.

- Allocated \$617,350 from the Emergency Fund to the Department of Revenue, increased the Other Funds expenditure limitation by \$154,377, and authorized the establishment of seven permanent positions (3.21 FTE), to create a new internal controls office comprised of compliance, risk, and business continuity functions to improve the security of taxpayer financial and personal information.

Emergency Fund Balance Summary	
<b>General Purpose Emergency Fund</b>	
Emergency Fund (after 2022 session)	50,000,000
<b>June 2022 General Purpose Allocations</b>	
6 Public Defense Services Commission - Information Technology Contract Extension and Report	(413,011)
8 Public Defense Services Commission - Facilities Manager Reclassification	(94,155)
21 Department of Justice - Community Based Violence Prevention Program	(357,161)
22 Oregon Military Department - Oregon Youth Challenge Program	(63,050)
52 Department of Forestry - Fire Insurance Policy Premium	(1,957,075)
78 Department of Revenue - Create Internal Control Office	(617,350)
80 Housing and Community Services Department - Affordable Housing Stabilization	(5,000,000)
<b>Total June 2022 General Purpose Allocations</b>	<b>(8,501,802)</b>
<b>General Purpose Emergency Fund Balance (after June 2022 Emergency Board actions)</b>	<b>41,498,198</b>

**Emergency Fund Balance Summary**

**Special Purpose Appropriations (SPAs)**

Department of Forestry - Large Fire Cash Flow Needs (after 2022 session)	50,000,000	
48 Department of Forestry Operating Cash Flow	(50,000,000)	
<b>Department of Forestry - Large Fire Cash Flow Needs</b>		<b>0</b>
Department of Forestry - Fire Protection Expenses (after 2022 session)	7,853,733	
<i>No June 2022 Allocations</i>	0	
<b>Department of Forestry - Fire Protection Expenses</b>		<b>7,853,733</b>
Department of Justice - Child Enforcement Automated System (after 2022 session)	5,125,000	
<i>No June 2022 Allocations</i>	0	
<b>Department of Justice - Child Enforcement Automated System</b>		<b>5,125,000</b>
Higher Education Coordinating Commission - Oregon Tribal Student Grant Program (after 2022 session)	19,000,000	
10 Higher Education Coordinating Commission - Oregon Tribal Student Grant Program	(19,000,000)	
<b>Higher Education Coordinating Commission - Oregon Tribal Student Grant Program</b>		<b>0</b>
Housing and Community Services Department - Co-located Housing and Child Care (after 2022 session)	10,000,000	
29 Housing and Community Services Department - Early Learning Affordable Housing Co-location Pilot	(1,000,000)	
<b>Housing and Community Services Department - Co-located Housing and Child Care</b>		<b>9,000,000</b>
Oregon Health Authority - Essential Workforce Health Care Program (after 2022 session)	30,000,000	
15 Oregon Health Authority - Oregon Essential Workforce Health Care Program	(30,000,000)	
<b>Oregon Health Authority - Essential Workforce Health Care Program</b>		<b>0</b>
Oregon Health Authority - Behavioral Health Rates (after 2022 session)	42,500,000	
16 Oregon Health Authority - Behavioral Health Provider Rate Increase	(42,500,000)	
<b>Oregon Health Authority - Behavioral Health Rates</b>		<b>0</b>
Oregon Health Authority - Oregon State Hospital Staffing Levels (after 2022 session)	9,189,057	
<i>No June 2022 Allocations</i>	0	
<b>Oregon Health Authority - Oregon State Hospital Staffing Levels</b>		<b>9,189,057</b>
Oregon Health Authority and Department of Human Services - Caseloads and Other Issues (after 2022 session)	100,000,000	
<i>No June 2022 Allocations</i>	0	
<b>Oregon Health Authority and Department of Human Services - Caseloads and Other Issues</b>		<b>100,000,000</b>
Public Defense Services Commission - General Fund Holdback (after 2022 session)	100,000,000	
7 Public Defense Services Commission - Special Purpose Appropriation	(100,000,000)	
<b>Public Defense Services Commission - General Fund Holdback</b>		<b>0</b>
Various Department of Early Learning and Care (after 2022 session)	1,901,447	
<i>No June 2022 Allocations</i>	0	
<b>Various - Department of Early Learning and Care</b>		<b>1,901,447</b>
Various - Family Treatment Court Program (after 2022 session)	7,934,570	
<i>No June 2022 Allocations</i>	0	
<b>Various - Family Treatment Court Program</b>		<b>7,934,570</b>
Various - Financial Assistance to Employers to Mitigate HB 4002 (after 2022 session)	10,000,000	
<i>No June 2022 Allocations</i>	0	
<b>Various - Financial Assistance to Employers to Mitigate HB 4002</b>		<b>10,000,000</b>
Various - State Response to Natural Disasters (after 2022 session)	26,275,000	
18 Department of Human Services - Drought Assistance	(5,000,000)	
43 Department of Agriculture - Grasshopper and Cricket Suppression	(1,192,241)	
<b>Various - State Response to Natural Disasters</b>		<b>20,082,759</b>
<b>Special Purpose Appropriation Balance (after June 2022 Emergency Board actions)</b>		<b>171,086,566</b>