

## FISCAL IMPACT OF PROPOSED LEGISLATION

Measure: HB 2120

Seventy-Sixth Oregon Legislative Assembly – 2011 Regular Session  
Legislative Fiscal Office

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### Measure Description:

Requires State Department of Agriculture to charge annual permit fees for confined animal feeding operations.

### Government Unit(s) Affected:

Department of Agriculture, Oregon Judicial Department

**Summary of Expenditure Impact:** See Analysis

**Summary of Revenue Impact:** See Analysis

### Local Government Mandate:

This bill does not affect local governments' service levels or shared revenues sufficient to trigger Section 15, Article XI of the Oregon Constitution.

### Analysis:

The measure requires manufacturers of dog and cat food products to annually register with the Department of Agriculture and establishes a maximum annual registration fee of \$150. Additionally, the measure increases the maximum allowable fee for veterinary product registration from \$75 to \$250.

The Department estimates approximately 3,000 veterinary product registrations would be affected in 2011-13. Under the measure's maximum allowable fee, the Department would generate approximately \$525,000 from the veterinary product registration in 2011-13 and the same in 2013-2015. The agency states it does not plan to increase the fee on veterinary products this biennium.

The Department estimates approximately 4,000 annual dog and cat food product manufacturer registrations would be affected in 2011-13. Under the measure's maximum allowable fee, the Department would generate approximately \$600,000 from the dog and cat food products registration fee in 2011-2013 and the same in 2013-2015.

The additional revenue from this measure is included in a policy package in the agency's requested budget and will be used to restore a revenue shortfall that will allow the Department to maintain the existing level of service within the Animal Health program. The Governor's recommended budget assumes \$425,000 in revenue from the dog and cat food products registration fee.

The measure will have a minimal expenditure impact to the agency for administrative rule-making and a minimal expenditure impact to the Oregon Judicial Department for increased court fees related to possible manufacturer violations.