#### FISCAL IMPACT OF PROPOSED LEGISLATION

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

Prepared by: John Terpening Reviewed by: Paul Siebert Date: 4-16-2011

## **Measure Description:**

Requires seed dealer to maintain bond as condition of licensure.

## **Government Unit(s) Affected:**

Department of Agriculture

## **Summary of Expenditure Impact:**

	2011-13 Biennium	2013-15 Biennium
Department of Agriculture – Other Funds	\$25,339	\$25,339

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 seed dealers to maintain bond as condition of licensure from the Oregon Department of Agriculture (ODA). The measure directs ODA to determine the amount required for the bond and provides a calculation methodology. The measure allows a producer to file a claim of default with ODA against a dealer under certain circumstances. ODA is required to investigate the claims for validity.

ODA assumes that the anticipated workload of the measure would be accomplished by existing staff within the Seed Program through reprioritizing duties and responsibilities. ODA estimates the cost to implement the requirements of this measure to be approximately \$25,339 Other Funds in 2013-15. The measure does not provide a revenue source for the program. ODA assumes funding for on-going costs of the program from the Seed program.

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