
MEMORANDUM

Legislative Fiscal Office
900 Court St. NE, Room H-178
Salem, Oregon 97301
Phone 503-986-1828
FAX 503-373-7807

To: Natural Resources Subcommittee

From: Paul Siebert, Legislative Fiscal Office
(503) 986-1843

Date: May 30, 2013

Subject: SB 5502 & SB 5503 – Department of Agriculture
Work Session Recommendations

Department of Agriculture – Agency Totals

	2009-11 Actual	2011-13 Legislatively Approved	2013-15 Current Service Level	2013-15 LFO Recommended
General Fund	12,998,069	12,917,172	17,468,615	19,220,445
Lottery Funds	8,709,513	7,827,343	7,112,634	6,370,238
Other Funds	45,564,865	52,140,502	51,763,854	54,112,434
Federal Funds	9,796,616	11,944,869	12,502,551	15,168,657
Total Funds	\$77,069,063	\$84,021,518	\$88,847,654	\$94,881,774
Positions	504	468	463	477
FTE	357.08	343.29	338.42	351.17

Attached are the recommendations from the Legislative Fiscal Office for the Department of Agriculture.

Adjustments to Current Service Level:

See attached "Work Session Presentation Report"

Accept LFO Recommendation

Move the LFO recommendation to SB 5502.

OR

Change LFO recommendation

Move the LFO recommendation to SB 5502, with modifications.

Performance Measures

See attached "Legislatively Proposed 2013-15 Key Performance Measures" form.

Accept LFO Recommendation

Move the LFO recommendation on Key Performance Measures

OR

Change LFO recommendation

Move the LFO recommendation on Key Performance Measures, with modifications.

Recommended Changes to SB 5502:

The Legislative Fiscal Office recommends a budget of \$19,220,445 General Fund, \$6,370,238 Lottery Funds, \$54,122,434 Other Funds, \$15,168,657 Federal Funds, and 477 positions (351.17 FTE) and that Senate Bill 5502 be amended accordingly.

a)	Page 1, Section 1; General Fund: In line 8, delete "\$1,254,363" and insert "\$1,691,068" In line 10, delete "\$6,108,161" and insert "\$6,521,821" In line 11, delete "\$6,994,569" and insert "\$7,019,579" In line 12, delete "\$4,328,743" and insert "\$3,987,977"
b)	Page 1, Section 2; Other Funds: In line 20, delete "\$9,196,580" and insert "\$8,556,580" In line 21, delete "\$16,742,910" and insert "\$19,756,076" In line 22, delete "\$12,558,389" and insert "\$12,731,977" In line 23, delete "\$14,862,967" and insert "\$13,077,801"
c)	Page 1, Section 3; Lottery Funds from Parks and Natural Resources Fund: In line 25, delete "\$5,798,858" and insert "\$6,348,858" Beginning in line 27 after "to be used for", delete "fish and watershed activities" and insert "activities and projects to implement Article XV, section 4b, of the Oregon Constitution."
d)	Page 2, Section 4; Federal Funds: In line 7, delete "\$7,305,636" and insert "\$7,425,636" In line 8, delete "\$6,078,726" and insert "\$5,978,726"

Move the LFO recommendations to amend SB 5502

SB 5502 Final Subcommittee Action:

Final Motion:

Move SB 5502 to the full committee with a "do pass" recommendation, as amended.

LFO Recommendations for SB 5503 (Fee Ratification Bill):

Senate Bill 5503 is being used as the fee ratification measure for fees adopted during the 2011-13 biennium that were not anticipated in the 2011-13 legislatively approved budget for the Department of Agriculture.

The Legislative Fiscal Office recommends including the changes in the -2 amendments in Senate Bill 5503.

Accept LFO Recommendation

Move the LFO recommendation to SB 5503.

OR

Change LFO recommendation

Move the LFO recommendation to SB 5503, with modifications.

SB 5503 Final Subcommittee Action:

Final Motion:

Move SB 5503 to the full committee with a “do pass” recommendation, as amended.

	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
2011-13 Agy. Leg. Adopted	12,917,172	6,894,457	52,099,191	11,944,869	-	-	83,855,689	468	343.29
2011-13 Ebds, SS & Admin Act	(758,368)	932,886	982,311	201,200	-	-	1,358,029	3	1.13
Ways & Means Actions	-	-	-	-	-	-	-	-	-
2011-13 Leg Approved Budget	12,158,804	7,827,343	53,081,502	12,146,069	-	-	85,213,718	471	344.42
2011-13 Leg Approved Budget (Base)	12,108,804	7,827,343	52,140,502	11,944,869	-	-	84,021,518	468	343.29
Summary of Base Adjustments	1,859,628	(8,101)	2,782,518	346,690	-	-	4,980,735	(5)	(5.11)
2013-15 Base Budget	13,968,432	7,819,242	54,923,020	12,291,559	-	-	89,002,253	463	338.18
010: Non-PICS Pers Svc/Vacancy Factor	(1,507)	(4,778)	196,559	5,560	-	-	195,834	-	-
020: Phase In / Out Pgm & One-time Cost	(109,143)	(543,000)	(546,025)	-	-	-	(1,198,168)	-	0.24
030: Inflation & Price List Adjustments	141,911	64,966	435,426	205,432	-	-	847,735	-	-
050: Fundshifts and Revenue Reductions	3,468,922	(223,796)	(3,245,126)	-	-	-	-	-	-
2013-15 Current Service Level	17,468,615	7,112,634	51,763,854	12,502,551	-	-	88,847,654	463	338.42
070: Revenue Reductions/Shortfall	-	(695,818)	-	-	-	-	(695,818)	(2)	(2.00)
080: E-Boards	(201,601)	-	718,505	1,837,259	-	-	2,354,163	2	2.00
Adjusted 2013-15 Current Service Level	17,267,014	6,416,816	52,482,359	14,339,810	-	-	90,505,999	463	338.42
Total LFO Recommended Packages	1,953,431	(46,578)	1,640,075	828,847	-	-	4,375,775	14	12.75
2013-15 Legislative Actions	19,220,445	6,370,238	54,122,434	15,168,657	-	-	94,881,774	477	351.17
Net change from 2011-13 Leg Approved Budget	7,061,641	(1,457,105)	1,040,932	3,022,588	-	-	9,668,056	6	6.75
Percent change from 2011-13 Leg Approved Budget	58.1%	(18.6%)	2.0%	24.9%	0.0%	0.0%	11.3%	1.3%	2.0%
Net change from 2013-15 Current Service Level	1,953,431	(46,578)	1,640,075	828,847	-	-	4,375,775	14	12.75
Percent change from 2013-15 Current Service Level	11.3%	(0.7%)	3.1%	5.8%	0.0%	0.0%	4.8%	3.0%	3.8%

	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
2011-13 Agy. Leg. Adopted	966,397	-	8,871,351	-	-	-	9,837,748	38	38.00
2011-13 Ebds, SS & Admin Act	20,125	-	-	-	-	-	20,125	-	-
Ways & Means Actions	-	-	-	-	-	-	-	-	-
2011-13 Leg Approved Budget	986,522	-	8,871,351	-	-	-	9,857,873	38	38.00
2011-13 Leg Approved Budget (Base)	986,522	-	8,871,351	-	-	-	9,857,873	38	38.00
Summary of Base Adjustments	92,439	-	526,432	-	-	-	618,871	-	-
2013-15 Base Budget	1,078,961	-	9,397,783	-	-	-	10,476,744	38	38.00
010: Non-PICS Pers Svc/Vacancy Factor	(15,806)	-	38,756	-	-	-	22,950	-	-
020: Phase In / Out Pgm & One-time Cost	5,250	-	-	-	-	-	5,250	-	-
030: Inflation & Price List Adjustments	10,699	-	73,584	-	-	-	84,283	-	-
050: Fundshifts and Revenue Reductions	527,299	-	(527,299)	-	-	-	-	-	-
2013-15 Current Service Level	1,606,403	-	8,982,824	-	-	-	10,589,227	38	38.00
Adjusted 2013-15 Current Service Level	1,606,403	-	8,982,824	-	-	-	10,589,227	38	38.00
Total LFO Recommended Packages	84,665	-	(426,244)	-	-	-	(341,579)	-	-
2013-15 Legislative Actions	1,691,068	-	8,556,580	-	-	-	10,247,648	38	38.00
Net change from 2011-13 Leg Approved Budget	704,546	-	(314,771)	-	-	-	389,775	-	-
Percent change from 2011-13 Leg Approved Budget	71.4%	0.0%	(3.5%)	0.0%	0.0%	0.0%	4.0%	0.0%	0.0%
Net change from 2013-15 Current Service Level	84,665	-	(426,244)	-	-	-	(341,579)	-	-
Percent change from 2013-15 Current Service Level	5.3%	0.0%	(4.7%)	0.0%	0.0%	0.0%	(3.2%)	0.0%	0.0%

	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
--	--------------	---------------	-------------	---------------	------------------------	--------------------------	-------------	-----------	----------------------------

Package 091 Statewide Administrative Savings

Package Description This package is a placeholder for administrative efficiencies in finance, information technology, human resources, accounting, payroll, and procurement expenditures. The Executive Branch had intended for these reductions to be specified in the Governor’s 2013-15 recommended budget. The Department of Administrative Services will continue to work on details of these reductions with agencies and report back during the 2014 session.

LFO Recommendation Approve

LFO Recommended	(86,272)	-	(273,193)	-	-	-	(359,465)	-	-
------------------------	-----------------	----------	------------------	----------	----------	----------	------------------	----------	----------

	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
--	--------------	---------------	-------------	---------------	------------------------	--------------------------	-------------	-----------	----------------------------

Package 092 PERS Taxation Policy

Package Description This package reflects the policy change in SB 822 that eliminates the increased retirement benefits resulting from Oregon income taxation of payments if the person receiving payments does not pay Oregon income tax on those benefits and is not an Oregon resident. This change reduces state employer contribution rates by approximately 0.30%.

LFO Recommendation Approve

LFO Recommended	(3,233)	-	(17,024)	-	-	-	(20,257)	-	-
------------------------	----------------	----------	-----------------	----------	----------	----------	-----------------	----------	----------

	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
--	--------------	---------------	-------------	---------------	------------------------	--------------------------	-------------	-----------	----------------------------

Package 093 Other PERS Adjustments

Package Description This package reflects the policy change in SB 822 that modifies the cost-of-living adjustment under the Public Employees Retirement System. This change reduces state employer contribution rates by approximately 2.2%.

An administrative action by the PERS Board, as directed by a budget note in the SB 822 budget report, will reduce state employer contribution rates by up to an additional 1.9%. However, no employer rate is reduced below its 2011-13 biennium rate.

LFO Recommendation Approve

LFO Recommended	(25,830)	-	(136,027)	-	-	-	(161,857)	-	-
------------------------	-----------------	----------	------------------	----------	----------	----------	------------------	----------	----------

	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
--	--------------	---------------	-------------	---------------	------------------------	--------------------------	-------------	-----------	----------------------------

Package 105 Wolf Compensation and Grant Assistance

Package Description This package continues and increases the funding for the wolf depredation compensation and financial assistance grant program. These monies are used to provide grants to assist counties in implementing county wolf depredation compensation programs.

LFO Recommendation Approve, with the understanding that \$100,000, which represents the increased amount of funding over the 2011-13 biennium, is provided on a one-time basis.

LFO Recommended	200,000	-	-	-	-	-	200,000	-	-
------------------------	----------------	---	---	---	---	---	----------------	---	---

	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
--	--------------	---------------	-------------	---------------	------------------------	--------------------------	-------------	-----------	----------------------------

Package 330 Threatened and Endangered Plants

Package Description This package is a revenue only package that represents the \$35,309 in administrative charges on the increased Federal Funds revenue assumed in pkg. 330 in the Natural Resources Program Area.

LFO Recommendation Approve

LFO Recommended	-	-	-	-	-	-	-	-	-
------------------------	---	---	---	---	---	---	---	---	---

	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
--	--------------	---------------	-------------	---------------	------------------------	--------------------------	-------------	-----------	----------------------------

Package 415 Speciality Crop Program

Package Description This package is a revenue only package that represents the \$53,701 in administrative charges on the increased Federal Funds revenue assumed in pkg. 415 in the Ag Development Program Area.

LFO Recommendation Approve

LFO Recommended	-	-	-	-	-	-	-	-	-
------------------------	---	---	---	---	---	---	---	---	---

	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
2011-13 Agy. Leg. Adopted	5,438,636	-	18,465,678	972,466	-	-	24,876,780	169	110.25
2011-13 Ebds, SS & Admin Act	150,882	-	1,335,311	89,505	-	-	1,575,698	3	1.13
Ways & Means Actions	-	-	-	-	-	-	-	-	-
2011-13 Leg Approved Budget	5,589,518	-	19,800,989	1,061,971	-	-	26,452,478	172	111.38
2011-13 Leg Approved Budget (Base)	5,392,348	-	18,496,989	972,466	-	-	24,861,803	169	110.25
Summary of Base Adjustments	472,889	-	(494,839)	3,649	-	-	(18,301)	(72)	(14.42)
2013-15 Base Budget	5,865,237	-	18,002,150	976,115	-	-	24,843,502	97	95.83
010: Non-PICS Pers Svc/Vacancy Factor	(20,767)	-	75,082	1,361	-	-	55,676	-	-
020: Phase In / Out Pgm & One-time Cost	(166,726)	-	-	-	-	-	(166,726)	-	-
030: Inflation & Price List Adjustments	78,711	-	146,117	23,690	-	-	248,518	-	-
050: Fundshifts and Revenue Reductions	862,222	-	(862,222)	-	-	-	-	-	-
060: Technical Adjustments	(381,889)	-	(532,183)	-	-	-	(914,072)	-	(0.40)
2013-15 Current Service Level	6,236,788	-	16,828,944	1,001,166	-	-	24,066,898	97	95.43
080: E-Boards	-	-	306,024	763,713	-	-	1,069,737	3	3.00
Adjusted 2013-15 Current Service Level	6,236,788	-	17,134,968	1,764,879	-	-	25,136,635	100	98.43
Total LFO Recommended Packages	285,033	-	2,621,108	(584)	-	-	2,905,557	72	15.07
2013-15 Legislative Actions	6,521,821	-	19,756,076	1,764,295	-	-	28,042,192	172	113.50
Net change from 2011-13 Leg Approved Budget	932,303	-	(44,913)	702,324	-	-	1,589,714	-	2.12
Percent change from 2011-13 Leg Approved Budget	16.7%	0.0%	(0.2%)	66.1%	0.0%	0.0%	6.0%	0.0%	1.9%
Net change from 2013-15 Current Service Level	285,033	-	2,621,108	(584)	-	-	2,905,557	72	15.07
Percent change from 2013-15 Current Service Level	4.6%	0.0%	15.3%	0.0%	0.0%	0.0%	11.6%	72.0%	15.3%

	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
--	---------------------	----------------------	--------------------	----------------------	-------------------------------	---------------------------------	--------------------	------------------	-----------------------------------

Package 082 September 2012 E-Board

Package Description This package continues actions approved by the Emergency Board at the September 2012 meeting. The Federal Funds increase is for continued work on a federal grant to implement the Manufactured Food Regulatory Program Standards. The grant was approved for submission at the May 2012 Emergency Board meeting. This package also continues three limited duration Natural Resource Specialist 3 positions that are working on the Manufactured Food Regulatory Program Standards grant. The additional Other Funds limitation is needed for continued higher demand for services such as brand inspections, feed testing, motor fuel testing, and contracted work for the US Food and Drug Administration.

LFO Recommendation Approve

LFO Recommended	-	-	306,024	763,713	-	-	1,069,737	3	3.00
------------------------	---	---	----------------	----------------	---	---	------------------	----------	-------------

	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
--	--------------	---------------	-------------	---------------	------------------------	--------------------------	-------------	-----------	----------------------------

Package 092 PERS Taxation Policy

Package Description This package reflects the policy change in SB 822 that eliminates the increased retirement benefits resulting from Oregon income taxation of payments if the person receiving payments does not pay Oregon income tax on those benefits and is not an Oregon resident. This change reduces state employer contribution rates by approximately 0.30%.

LFO Recommendation Approve

LFO Recommended	(10,773)	-	(33,608)	(65)	-	-	(44,446)	-	-
------------------------	-----------------	----------	-----------------	-------------	----------	----------	-----------------	----------	----------

	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
--	--------------	---------------	-------------	---------------	------------------------	--------------------------	-------------	-----------	----------------------------

Package 093 Other PERS Adjustments

Package Description This package reflects the policy change in SB 822 that modifies the cost-of-living adjustment under the Public Employees Retirement System. This change reduces state employer contribution rates by approximately 2.2%.

An administrative action by the PERS Board, as directed by a budget note in the SB 822 budget report, will reduce state employer contribution rates by up to an additional 1.9%. However, no employer rate is reduced below its 2011-13 biennium rate.

LFO Recommendation Approve

LFO Recommended	(86,083)	-	(268,540)	(519)	-	-	(355,142)	-	-
------------------------	-----------------	----------	------------------	--------------	----------	----------	------------------	----------	----------

	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
--	--------------	---------------	-------------	---------------	------------------------	--------------------------	-------------	-----------	----------------------------

Package 811 Technical Adjustments

Package Description This technical adjustment reverses transfers included in pkg. 060 as the final part of a department-wide reorganization. Subsequent to inclusion of this package in the Governor's Recommended Budget the Department determined that moving the Livestock ID and Predator Control programs from the Food Safety Program Area to the Market Development Program Area should not occur and that the two programs should remain where they currently reside.

LFO Recommendation Approve

LFO Recommended	381,889	-	2,923,256	-	-	-	3,305,145	72	15.07
------------------------	----------------	----------	------------------	----------	----------	----------	------------------	-----------	--------------

	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
2011-13 Agy. Leg. Adopted	3,063,596	6,874,299	13,525,766	5,096,623	-	-	28,560,284	131	110.65
2011-13 Ebds, SS & Admin Act	(589,002)	932,123	(1,100,000)	1,020,646	-	-	263,767	-	-
Ways & Means Actions	-	-	-	-	-	-	-	-	-
2011-13 Leg Approved Budget	2,474,594	7,806,422	12,425,766	6,117,269	-	-	28,824,051	131	110.65
2011-13 Leg Approved Budget (Base)	2,474,594	7,806,422	13,525,766	5,096,623	-	-	28,903,405	131	110.65
Summary of Base Adjustments	716,387	(8,441)	(21,031)	265,566	-	-	952,481	(5)	(5.12)
2013-15 Base Budget	3,190,981	7,797,981	13,504,735	5,362,189	-	-	29,855,886	126	105.53
010: Non-PICS Pers Svc/Vacancy Factor	6,028	(4,808)	30,546	(2,279)	-	-	29,487	-	-
020: Phase In / Out Pgm & One-time Cost	-	(543,000)	(546,025)	-	-	-	(1,089,025)	-	-
030: Inflation & Price List Adjustments	17,628	64,526	144,415	61,727	-	-	288,296	-	-
050: Fundshifts and Revenue Reductions	1,848,464	(223,796)	(1,624,668)	-	-	-	-	-	-
2013-15 Current Service Level	5,063,101	7,090,903	11,509,003	5,421,637	-	-	29,084,644	126	105.53
070: Revenue Reductions/Shortfall	-	(695,467)	-	-	-	-	(695,467)	(2)	(2.00)
080: E-Boards	-	-	-	1,593,512	-	-	1,593,512	-	-
Adjusted 2013-15 Current Service Level	5,063,101	6,395,436	11,509,003	7,015,149	-	-	29,982,689	124	103.53
Total LFO Recommended Packages	1,956,478	(46,578)	1,222,974	410,487	-	-	3,543,361	10	9.50
2013-15 Legislative Actions	7,019,579	6,348,858	12,731,977	7,425,636	-	-	33,526,050	134	113.03
Net change from 2011-13 Leg Approved Budget	4,544,985	(1,457,564)	306,211	1,308,367	-	-	4,701,999	3	2.38
Percent change from 2011-13 Leg Approved Budget	183.7%	(18.7%)	2.5%	21.4%	0.0%	0.0%	16.3%	2.3%	2.2%
Net change from 2013-15 Current Service Level	1,956,478	(46,578)	1,222,974	410,487	-	-	3,543,361	10	9.50
Percent change from 2013-15 Current Service Level	38.6%	(0.7%)	10.6%	5.9%	0.0%	0.0%	11.8%	8.1%	9.2%

	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
--	--------------	---------------	-------------	---------------	------------------------	--------------------------	-------------	-----------	----------------------------

Package 070 Revenue Shortfalls

Package Description This package reduces Lottery Funds expenditure limitation and related positions from the Weed Control, Integrated Pest Prevention and Management, and Plant Conservation programs to balance current service level expenditures with projected available resources.

LFO Recommendation Approve as modified. Reduce the Measure 76 Lottery Funds revenue shortfall reductions by \$500,000. This has the effect of adding back the cuts made to the Noxious Weed Program including adding back the one position and 2.40 FTE. Almost all reductions taken in this package are now restored either through this package or through backfills in Pkg. 330 Threatened and Endangered Plants and Pkg. 330 Weed Control and IPPM Fund Shift.

LFO Recommended	-	(695,467)	-	-	-	-	(695,467)	(2)	(2.00)
-----------------	---	-----------	---	---	---	---	-----------	-----	--------

	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
--	---------------------	----------------------	--------------------	----------------------	-------------------------------	---------------------------------	--------------------	------------------	-----------------------------------

Package 082 September 2012 E-Board

Package Description This package continues actions approved by the Emergency Board at the September 2012 meeting. The Federal Funds increase is for the anticipated continuation of higher federal receipts for noxious weed control and weed management, insect pest prevention activities, and Sudden Oak Death work.

LFO Recommendation Approve

LFO Recommended	-	-	-	1,593,512	-	-	1,593,512	-	-
------------------------	---	---	---	-----------	---	---	-----------	---	---

	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
--	--------------	---------------	-------------	---------------	------------------------	--------------------------	-------------	-----------	----------------------------

Package 092 PERS Taxation Policy

Package Description This package reflects the policy change in SB 822 that eliminates the increased retirement benefits resulting from Oregon income taxation of payments if the person receiving payments does not pay Oregon income tax on those benefits and is not an Oregon resident. This change reduces state employer contribution rates by approximately 0.30%.

LFO Recommendation Approve

LFO Recommended	(12,002)	(10,742)	(21,232)	(6,814)	-	-	(50,790)	-	-
-----------------	----------	----------	----------	---------	---	---	----------	---	---

	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
--	--------------	---------------	-------------	---------------	------------------------	--------------------------	-------------	-----------	----------------------------

Package 093 Other PERS Adjustments

Package Description This package reflects the policy change in SB 822 that modifies the cost-of-living adjustment under the Public Employees Retirement System. This change reduces state employer contribution rates by approximately 2.2%.

An administrative action by the PERS Board, as directed by a budget note in the SB 822 budget report, will reduce state employer contribution rates by up to an additional 1.9%. However, no employer rate is reduced below its 2011-13 biennium rate.

LFO Recommendation Approve

LFO Recommended	(95,905)	(85,836)	(169,652)	(54,443)	-	-	(405,836)	-	-
------------------------	-----------------	-----------------	------------------	-----------------	----------	----------	------------------	----------	----------

	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
--	--------------	---------------	-------------	---------------	------------------------	--------------------------	-------------	-----------	----------------------------

Package 315 Pesticide Outreach & Compliance

Package Description This package makes two positions permanent that were limited duration in the 2011-13 biennium. These positions perform outreach and compliance monitoring activities in the Base Pesticides Program. This package maintains the 2011-13 staffing level and geographic areas of assignment, including continuing the field office in Baker City.

LFO Recommendation Approve

LFO Recommended	-	-	463,534	-	-	-	463,534	2	2.00
------------------------	---	---	---------	---	---	---	---------	---	------

	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
--	--------------	---------------	-------------	---------------	------------------------	--------------------------	-------------	-----------	----------------------------

Package 320 Pesticide Stewardship Monitoring Collaboration

Package Description This package provides revenue to the Department of Environmental Quality to carry out a portion of the duties under this package. It also provides Other Funds expenditure limitation and position authority to support and expand the current Pesticide Stewardship Partnership program to cover the entire state on a rotating basis. This package is tied to Package 320 in the Department of Environmental Quality.

LFO Recommendation Approve.

LFO Recommended	747,942	-	747,942	-	-	-	1,495,884	1	1.00
------------------------	----------------	----------	----------------	----------	----------	----------	------------------	----------	-------------

	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
--	--------------	---------------	-------------	---------------	------------------------	--------------------------	-------------	-----------	----------------------------

Package 325 Ag Water Quality Effectiveness

Package Description This package provides General Fund to continue three Natural Resource Specialist positions to perform water quality monitoring and coordination with other state and federal agencies on issues relating to agricultural water quality and support additional ambient water quality monitoring sites by DEQ. This work was begun with one-time revenues approved by the Legislature for 2011-13.

LFO Recommendation Approve

LFO Recommended	962,654	-	-	-	-	-	962,654	3	3.00
------------------------	----------------	----------	----------	----------	----------	----------	----------------	----------	-------------

	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
--	--------------	---------------	-------------	---------------	------------------------	--------------------------	-------------	-----------	----------------------------

Package 330 Threatened and Endangered Plants

Package Description This package provides expenditure limitation and position authority to work on restoration of endangered plants, subject to availability of contract work and federal grant awards. The package establishes three Natural Resource Specialist positions. This package restores reductions made in Package 070 and increases revenues with a mix of Other Funds and Federal Funds.

LFO Recommendation Approve

LFO Recommended	-	-	202,382	351,744	-	-	554,126	3	2.50
------------------------	---	---	---------	---------	---	---	---------	---	------

	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
--	--------------	---------------	-------------	---------------	------------------------	--------------------------	-------------	-----------	----------------------------

Package 335 Weed Ctrl & IPPM Fund Shift

Package Description This package adds General Fund to restore reductions made in the Pest Management program due to projected Lottery Fund revenue shortfalls included in Package 070.

LFO Recommendation Approve

LFO Recommended	353,789	-	-	-	-	-	353,789	1	1.00
------------------------	----------------	----------	----------	----------	----------	----------	----------------	----------	-------------

	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
--	--------------	---------------	-------------	---------------	------------------------	--------------------------	-------------	-----------	----------------------------

Package 340 Invasive Species Council

Package Description This package provides Measure 76 Lottery Funds to support the Oregon Invasive Species Council, including partial funding for the a coordinator position, which is a contract part-time position.

LFO Recommendation Approve

LFO Recommended	-	50,000	-	-	-	-	50,000	-	-
-----------------	---	--------	---	---	---	---	--------	---	---

	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
--	--------------	---------------	-------------	---------------	------------------------	--------------------------	-------------	-----------	----------------------------

Package 810 LFO Analyst Adjustments

Package Description This package provides Federal Funds expenditure limitation to continue ongoing activities. This increase was approved at the December 2012 meeting of the Emergency Board. This expenditure limitation increase will allow the Department to complete the second and third year of a USDA grant to assist meeting South Korea’s phytosanitary standards for importing Oregon blueberries.

LFO Recommendation Approve as a one-time increase to be phased-out for 2015-17 budget development.

LFO Recommended	-	-	-	120,000	-	-	120,000	-	-
------------------------	---	---	---	---------	---	---	---------	---	---

	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
2011-13 Agy. Leg. Adopted	3,448,543	20,158	11,236,396	5,875,780	-	-	20,580,877	130	84.39
2011-13 Ebds, SS & Admin Act	(340,373)	763	747,000	(908,951)	-	-	(501,561)	-	-
Ways & Means Actions	-	-	-	-	-	-	-	-	-
2011-13 Leg Approved Budget	3,108,170	20,921	11,983,396	4,966,829	-	-	20,079,316	130	84.39
2011-13 Leg Approved Budget (Base)	3,255,340	20,921	11,246,396	5,875,780	-	-	20,398,437	130	84.39
Summary of Base Adjustments	577,913	340	2,771,956	77,475	-	-	3,427,684	72	14.43
2013-15 Base Budget	3,833,253	21,261	14,018,352	5,953,255	-	-	23,826,121	202	98.82
010: Non-PICS Pers Svc/Vacancy Factor	29,038	30	52,175	6,478	-	-	87,721	-	-
020: Phase In / Out Pgm & One-time Cost	52,333	-	-	-	-	-	52,333	-	0.24
030: Inflation & Price List Adjustments	34,873	440	71,310	120,015	-	-	226,638	-	-
050: Fundshifts and Revenue Reductions	230,937	-	(230,937)	-	-	-	-	-	-
060: Technical Adjustments	381,889	-	532,183	-	-	-	914,072	-	0.40
2013-15 Current Service Level	4,562,323	21,731	14,443,083	6,079,748	-	-	25,106,885	202	99.46
070: Revenue Reductions/Shortfall	-	(351)	-	-	-	-	(351)	-	-
080: E-Boards	(201,601)	-	412,481	(519,966)	-	-	(309,086)	(1)	(1.00)
Adjusted 2013-15 Current Service Level	4,360,722	21,380	14,855,564	5,559,782	-	-	24,797,448	201	98.46
Total LFO Recommended Packages	(372,745)	-	(1,777,763)	418,944	-	-	(1,731,564)	(68)	(11.82)
2013-15 Legislative Actions	3,987,977	21,380	13,077,801	5,978,726	-	-	23,065,884	133	86.64
Net change from 2011-13 Leg Approved Budget	879,807	459	1,094,405	1,011,897	-	-	2,986,568	3	2.25
Percent change from 2011-13 Leg Approved Budget	28.3%	2.2%	9.1%	20.4%	0.0%	0.0%	14.9%	2.3%	2.7%
Net change from 2013-15 Current Service Level	(372,745)	-	(1,777,763)	418,944	-	-	(1,731,564)	(68)	(11.82)
Percent change from 2013-15 Current Service Level	(8.5%)	0.0%	(12.0%)	7.5%	0.0%	0.0%	(7.0%)	(33.8%)	(12.0%)

**LFO102 - Work Session Presentation Report
2013-15 Biennium**

**Version: L - 01 - LFO Analyst Recommended
Cross Reference: 60300-020-03-00-00000
Mkt Access, Dvlpmt, Cert/Insp Policy Area**

	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
--	--------------	---------------	-------------	---------------	------------------------	--------------------------	-------------	-----------	----------------------------

Package 081 May 2012 E-Board

Package Description This package abolishes one management position in the Agricultural Development program and reduces professional services contracts. The package results from the 2012 Legislative Session's plan to rebalance the 2011-13 budget. The package will also help the agency meet its target for the ratio of supervisory to nonsupervisory positions under House Bill 4131.

LFO Recommendation Approve

LFO Recommended	(201,601)	-	-	-	-	-	(201,601)	(1)	(1.00)
------------------------	------------------	----------	----------	----------	----------	----------	------------------	------------	---------------

	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
--	--------------	---------------	-------------	---------------	------------------------	--------------------------	-------------	-----------	----------------------------

Package 082 September 2012 E-Board

Package Description This package continues actions approved by the Emergency Board at the September 2012 meeting. The Other Funds expenditure limitation increase is to accommodate the continuation of higher demand for Commodity and Shipping Point inspections. The Federal Funds decrease was also part of the September 2012 Emergency Board actions.

LFO Recommendation Approve

LFO Recommended	-	-	412,481	(519,966)	-	-	(107,485)	-	-
-----------------	---	---	---------	-----------	---	---	-----------	---	---

	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
--	--------------	---------------	-------------	---------------	------------------------	--------------------------	-------------	-----------	----------------------------

Package 092 PERS Taxation Policy

Package Description This package reflects the policy change in SB 822 that eliminates the increased retirement benefits resulting from Oregon income taxation of payments if the person receiving payments does not pay Oregon income tax on those benefits and is not an Oregon resident. This change reduces state employer contribution rates by approximately 0.30%.

LFO Recommendation Approve

LFO Recommended	(7,572)	-	(28,887)	(2,010)	-	-	(38,469)	-	-
-----------------	---------	---	----------	---------	---	---	----------	---	---

	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
--	--------------	---------------	-------------	---------------	------------------------	--------------------------	-------------	-----------	----------------------------

Package 093 Other PERS Adjustments

Package Description This package reflects the policy change in SB 822 that modifies the cost-of-living adjustment under the Public Employees Retirement System. This change reduces state employer contribution rates by approximately 2.2%.

An administrative action by the PERS Board, as directed by a budget note in the SB 822 budget report, will reduce state employer contribution rates by up to an additional 1.9%. However, no employer rate is reduced below its 2011-13 biennium rate.

LFO Recommendation Approve

LFO Recommended	(60,507)	-	(230,818)	(16,059)	-	-	(307,384)	-	-
------------------------	-----------------	----------	------------------	-----------------	----------	----------	------------------	----------	----------

	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
--	--------------	---------------	-------------	---------------	------------------------	--------------------------	-------------	-----------	----------------------------

Package 410 Commodity Commission Oversight

Package Description This package provides Other Funds expenditure limitation and position authority for a half-time Administrative Specialist for supervision and administration of the commodity commissions as required by statute. Funding for the package comes from fees assessed on commodity commissions.

LFO Recommendation Approve

LFO Recommended	-	-	184,342	-	-	-	184,342	1	0.50
-----------------	---	---	---------	---	---	---	---------	---	------

	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
--	--------------	---------------	-------------	---------------	------------------------	--------------------------	-------------	-----------	----------------------------

Package 415 Speciality Crop Program

Package Description This package provides Federal Funds expenditure limitation and position authority to establish two positions to administer the Specialty Crop program funds provided to Oregon by the United States Department of Agriculture. The positions are one Operations and Policy Analyst 3 and one Administrative Specialist 1.

LFO Recommendation Approve

LFO Recommended	-	-	-	437,013	-	-	437,013	2	2.00
------------------------	---	---	---	---------	---	---	---------	---	------

	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
--	--------------	---------------	-------------	---------------	------------------------	--------------------------	-------------	-----------	----------------------------

Package 420 Ag Water Quantity

Package Description This package provides General Fund appropriation, Other Funds expenditure limitation, and position authority to establish one position, phased-in to begin 1/1/2014, to help implement the state's Integrated Water Resources Strategy. The position is a Natural Resource Specialist. The position will address policy and technical issues related to the availability of water for Oregon farmers and ranchers. The package uses some Plant Health Other Funds for fund shifts to make General Fund available to pay for the position.

LFO Recommendation Approve.

LFO Recommended	77,223	-	136,856	-	-	-	214,079	1	0.75
------------------------	---------------	----------	----------------	----------	----------	----------	----------------	----------	-------------

	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
--	--------------	---------------	-------------	---------------	------------------------	--------------------------	-------------	-----------	----------------------------

Package 811 Technical Adjustments

Package Description This technical adjustment reverses transfers included in pkg. 060 as the final part of a department-wide reorganization. Subsequent to inclusion of this package in the Governor's Recommended Budget the Department determined that moving the Livestock ID and Predator Control programs from the Food Safety Program Area to the Market Development Program Area should not occur and that the two programs should remain where they currently reside.

LFO Recommendation Approve

LFO Recommended	(381,889)	-	(2,923,256)	-	-	-	(3,305,145)	(72)	(15.07)
-----------------	-----------	---	-------------	---	---	---	-------------	------	---------

	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
--	--------------	---------------	-------------	---------------	------------------------	--------------------------	-------------	-----------	----------------------------

Package 812 Apply HB 5052 (2013) Actions

Package Description Continues an Other Funds expenditure limitation increase for the Shipping Point and Certifications programs added to the 2011-13 LAB through HB 5052 (2013), the 2011-13 rebalance bill, which passed earlier this session. The Department anticipates continued increased activity in these 100% fee for service programs and needs Other Funds expenditure limitation to meet the demand for services.

LFO Recommendation Approve

LFO Recommended	-	-	1,084,000	-	-	-	1,084,000	-	-
------------------------	---	---	-----------	---	---	---	-----------	---	---

Legislatively Proposed 2013-2015 Key Performance Measures

Agency: AGRICULTURE, DEPARTMENT of

Mission: The Oregon Department of Agriculture has a threefold mission: 1) Ensure Food Safety and Provide Consumer Protection; 2) Protect Agricultural Natural Resources; and 3) Promote Economic Development in the Agricultural Industry.

Legislatively Proposed KPMs	Customer Service Category	Agency Request	Most Current Result	Target 2014	Target 2015
2 - Weighing and Measuring Devices - Percent of weighing and measuring devices examined found in compliance with Oregon's weights and measures laws.		Proposed New KPM		100.00	100.00
4 - Noxious Weed Control - Percentage of state "A" & "T" listed noxious weed populations successfully excluded from the state or kept decreasing or stable.		Proposed New KPM		100.00	100.00
7 - Non-traditional 3rd party certification services - Number of days required to process and issue certification after audit completion.		Proposed New KPM		90.00	90.00
2 - Weighing and Measuring Devices - Percent of weighing and measuring devices examined found in compliance with Oregon's weights and measures laws.		Proposed Delete KPM			
4 - Noxious Weed Control - Percentage of state-listed noxious weeds successfully excluded from the state or with stable or decreasing populations.		Proposed Delete KPM	83.00		
7 - Non-traditional production certification - Number of acres certified where the Department of Agriculture provided technical assistance or auditing services.		Proposed Delete KPM	67,918.00	50,000.00	50,000.00
1 - Food Safety - Ensure high levels of compliance with each of the ten risk factors identified by Centers for Disease Control in retail stores.		Approved KPM	95.69	95.00	95.00
3 - Top 100 Exclusions - Percent of plant pests, diseases, or weeds on the Oregon 100 Most Dangerous Invaders list successfully excluded each year.		Approved KPM	100.00	100.00	100.00
5 - T&E Plants - Percent of listed T&E plants with stable or increasing populations as a result of department management and recovery efforts.		Approved KPM	30.00	24.00	24.00
6 - Pesticide Investigations - Percent of pesticide investigations that result in enforcement actions.		Approved KPM	38.00	25.00	25.00

Agency: AGRICULTURE, DEPARTMENT of

Mission: The Oregon Department of Agriculture has a threefold mission: 1) Ensure Food Safety and Provide Consumer Protection; 2) Protect Agricultural Natural Resources; and 3) Promote Economic Development in the Agricultural Industry.

Legislatively Proposed KPMs	Customer Service Category	Agency Request	Most Current Result	Target 2014	Target 2015
8 - Trade Activities - Sales as a result of trade activities with Oregon producers and processors.		Approved KPM	43,600,000.00	32,000,000.00	32,000,000.00
9 - Ag Employment - Number of jobs saved or created as a result of activities to retain or expand existing Oregon agricultural and food processing capacity. Measured in numbers of jobs based on telephone and email surveys of companies assisted.		Approved KPM	173.00	160.00	160.00
10 - CAFOs - Percent of permitted Oregon Confined Animal Feeding Operations (CAFOs) found to be in compliance with their permit during annual inspections.		Approved KPM	95.00	90.00	90.00
11 - Smoke Management - No increase above 2002 levels in hours of 'significant smoke intrusions' due to field burning in key cities in the Willamette Valley as measured by nephelometer readings.		Approved KPM	3.00	8.00	8.00
12 a - Water Quality - Percent of monitored stream sites associated with predominantly agriculture use with significantly increasing trends in water quality.		Approved KPM	14.00	33.00	33.00
12 b - Water Quality - Percent of monitored stream sites associated with predominantly agriculture use with water quality in good to excellent condition.		Approved KPM	40.00	60.00	60.00
12 c - Water Quality - Percent of monitored stream sites associated with predominantly agriculture use with decreasing trends in water quality.		Approved KPM	21.00	8.00	8.00
13 - Customer Service - Percent of customers rating their satisfaction with the agency's customer service as "good" or "excellent": overall customer service, timeliness, accuracy, helpfulness, expertise and availability of information.	Accuracy	Approved KPM	94.30	90.00	90.00
13 - Customer Service - Percent of customers rating their satisfaction with the agency's customer service as "good" or "excellent": overall customer service, timeliness, accuracy, helpfulness, expertise and availability of information.	Availability of Information	Approved KPM	89.30	90.00	90.00
13 - Customer Service - Percent of customers rating their satisfaction with the agency's customer service as "good" or "excellent": overall customer service, timeliness, accuracy, helpfulness, expertise and availability of information.	Expertise	Approved KPM	95.60	90.00	90.00

Agency: AGRICULTURE, DEPARTMENT of

Mission: The Oregon Department of Agriculture has a threefold mission: 1) Ensure Food Safety and Provide Consumer Protection; 2) Protect Agricultural Natural Resources; and 3) Promote Economic Development in the Agricultural Industry.

Legislatively Proposed KPMs	Customer Service Category	Agency Request	Most Current Result	Target 2014	Target 2015
13 - Customer Service - Percent of customers rating their satisfaction with the agency's customer service as "good" or "excellent": overall customer service, timeliness, accuracy, helpfulness, expertise and availability of information.	Helpfulness	Approved KPM	95.60	90.00	90.00
13 - Customer Service - Percent of customers rating their satisfaction with the agency's customer service as "good" or "excellent": overall customer service, timeliness, accuracy, helpfulness, expertise and availability of information.	Overall	Approved KPM	95.90	90.00	90.00
13 - Customer Service - Percent of customers rating their satisfaction with the agency's customer service as "good" or "excellent": overall customer service, timeliness, accuracy, helpfulness, expertise and availability of information.	Timeliness	Approved KPM	92.20	90.00	90.00

LFO Recommendation:

Approve the Key Performance Measures, including changes requested by the agency. KPM #2 Motor Fuels; KPM #4 Noxious Weed Control; and KPM #7 Non-traditional production certificates, were replaced with new measures.

Sub-Committee Action:

FISCAL IMPACT OF PROPOSED LEGISLATION

Measure: SB 5503 - 2

Seventy-Seventh Oregon Legislative Assembly – 2013 Regular Session
Legislative Fiscal Office

***Only Impacts on Original or Engrossed
Versions are Considered Official***

Prepared by: Krista McDowell
Reviewed by: Paul Siebert
Date: 5/8/2013

Measure Description:

Approves certain new or increased fees adopted by State Department of Agriculture.

Government Unit(s) Affected:

Department of Agriculture

Summary of Expenditure 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:

ORS 291.055(1)(e) requires all new state agency fees or fee increases adopted after July 1 of any odd-numbered year to be rescinded on July 1 unless authorized by enabling legislation setting forth the approved fees. This bill provides the enabling legislation necessary to approve fees adopted through Administrative Rule by the Department of Agriculture during the 20011-13 Interim. Fees were adjusted for open field burning, fertilizer inspections, and various agricultural certifications. These fee modifications are anticipated to create \$420,605 Other Funds revenue during the 2013-15 biennium. The 2013-15 budget assumes the continuation of the revenue from the fees included in this bill.

Joint Committee on Ways and Means

Carrier – House: Rep.
Carrier – Senate: Sen.

Revenue: No revenue impact

Fiscal: Fiscal statement issued

Action:

Vote:

House

Yeas:

Nays:

Exc:

Senate

Yeas:

Nays:

Exc:

Prepared By: Paul Siebert, Legislative Fiscal Office

Meeting Date: [Full Committee Meeting Date]

WHAT THE MEASURE DOES: Ratifies fee changes adopted by the Department of Agriculture and approved by the Department of Administrative Services. Fees were modified for open field burning, fertilizer inspections and various agricultural certifications.

ISSUES DISCUSSED:

- How fee modifications affect assumed revenue in the 2013-15 budget.

EFFECT OF COMMITTEE AMENDMENT: Replaces the bill.

BACKGROUND: ORS 291.055(1)(e) requires the Legislative Assembly to ratify fees an agency implements during the prior biennium without legislative approval. The fee revenue is anticipated in the budget and is described in the budget binders for the Department of Agriculture.

**PROPOSED AMENDMENTS TO
SENATE BILL 5503**

1 In line 2 of the printed bill, delete “appropriating money; limiting ex-
2 penditures;”.

3 Delete lines 5 through 16 and insert:

4 **“SECTION 1. For the purpose of carrying out the provisions of ORS**
5 **291.055 (1)(e), the following new or increased fees, adopted by the State**
6 **Department of Agriculture and approved by the Oregon Department**
7 **of Administrative Services, are approved:**

8 (1) Per ton inspection fee
9 for official inspection
10 of fertilizer, agricultural
11 mineral and agricultural
12 amendment \$ 0.45

13 (2) Per ton inspection fee for
14 official inspection of gypsum \$ 0.05

15 **“SECTION 2. For the purpose of carrying out the provisions of ORS**
16 **291.055 (1)(e), a per acre fee for open field burning of \$20, adopted by**
17 **the State Department of Agriculture and approved by the Oregon De-**
18 **partment of Administrative Services, is approved.**

19 **“SECTION 3. For the purpose of carrying out the provisions of ORS**
20 **291.055 (1)(e), the following new or increased fees, adopted by the State**
21 **Department of Agriculture and approved by the Oregon Department**
22 **of Administrative Services, are approved:**

1	(1) Global Food Safety		
2	Initiative benchmarked		
3	schemes certification fee	\$	300
4	(2) Certification and third-party		
5	audit services hourly fee	\$	92
6	(3) New applicant fee for		
7	USDA National Organic Program		
8	(NOP) certification.....	\$	250
9	(4) Annual renewal fee for USDA		
10	National Organic Program (NOP)		
11	certification.....	\$	100

12 **“SECTION 4. This 2013 Act being necessary for the immediate**
13 **preservation of the public peace, health and safety, an emergency is**
14 **declared to exist, and this 2013 Act takes effect July 1, 2013.”.**

15 _____