

BUDGET REPORT (Fiscal Impact Statement)

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Date: June 29, 2013

Agency
Oregon Health Authority

Biennium
2013-15

Budget Summary*

	<u>2011-13 Legislatively Approved Budget ⁽¹⁾</u>	<u>2013-15 Current Service Level</u>	<u>2013-15 Committee Recommendation</u>	<u>Committee Change from 2011-13 Leg. Approved</u>	
				<u>\$\$ Change</u>	<u>% Change</u>
Other Funds	\$ 0	\$ 0	\$ 803,276	\$ 803,276	100.0%
Total	\$ 0	\$ 0	\$ 803,276	\$ 803,276	100.0%

Position Summary

Authorized Positions	0	0	4	4
Full-time Equivalent (FTE) positions	0.00	0.00	3.66	3.66

(1) Includes adjustments through December 2012.

* Excludes Capital Construction expenditures

Summary of Revenue Changes

House Bill 3460 requires the Oregon Health Authority (OHA) to register medical marijuana facilities. The bill authorizes OHA to adopt rules establishing fees to register a medical marijuana facility. Other Funds revenue from fees paid by medical marijuana facilities for the 2013-15 biennium is forecasted at \$900,000.

Summary of Joint Committee on Ways and Means Human Services Subcommittee Action

House Bill 3460 requires OHA to establish and administer a new registration system for medical marijuana facilities to facilitate the transfer of usable and immature marijuana between grow sites and registry identification cardholders, and their designated primary caregivers. OHA will be responsible for inspecting sites for compliance with regulations regarding zoning, proximity to other facilities and other requirements outlined in the bill. Along with the new registration requirements, OHA will be charged with processing new applications and criminal background checks, and handling paperwork regarding notices to applicants whose request were denied. In addition, the agency will need to modify its existing Oregon Medical Marijuana Program data system. The bill becomes operative March 1, 2014.

The bill includes \$803,276 Other Funds expenditure limitation, to be used in part to pay for four permanent positions (3.66 FTE) for the 2013-15 biennium. Of the four positions, two are Compliance Specialist 3 positions for the site inspection/compliance activities, and two are Office Specialist 2 positions for the processing and registering of medical marijuana facilities.

Oregon Health Authority

DESCRIPTION	GENERAL FUND	LOTTERY FUNDS	OTHER FUNDS		FEDERAL FUNDS		TOTAL ALL FUNDS	POS	FTE
			LIMITED	NONLIMITED	LIMITED	NONLIMITED			
2011-13 Legislatively Approved Budget at Dec 2012 *	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	0	0.00
2013-15 ORBITS printed Current Service Level (CSL)*	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	0	0.00
SUBCOMMITTEE ADJUSTMENTS (from CSL)									
SCR 020-06 Public Health									
Personal Services	\$ 0	\$ 0	\$ 491,311	\$ 0	\$ 0	\$ 0	\$ 491,311	4	3.66
Services and Supplies	\$ 0	\$ 0	\$ 42,850	\$ 0	\$ 0	\$ 0	\$ 42,850		
SCR 010-50 Statewide Assessments & Enterprise-Wide Costs									
Services and Supplies	\$ 0	\$ 0	\$ 122,613	\$ 0	\$ 0	\$ 0	\$ 122,613		
Special Payments	\$ 0	\$ 0	\$ 146,502	\$ 0	\$ 0	\$ 0	\$ 146,502		
TOTAL ADJUSTMENTS	\$ 0	\$ 0	\$ 803,276	\$ 0	\$ 0	\$ 0	\$ 803,276	4	3.66
SUBCOMMITTEE RECOMMENDATION *	\$ 0	\$ 0	\$ 803,276	\$ 0	\$ 0	\$ 0	\$ 803,276	4	3.66
% Change from 2011-13 Leg Approved Budget	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%		
% Change from 2013-15 Current Service Level	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%		