

BUDGET REPORT AND MEASURE SUMMARY

CARRIER: Sen. Johnson

Joint Committee On Ways and Means

Action: Do Pass The B-Eng Bill.

Action Date: 06/29/15

Vote:

Senate

Yeas: 12 - Burdick, Devlin, Girod, Hansell, Johnson, Monroe, Roblan, Shields, Steiner Hayward, Thomsen, Whitsett, Winters

House

Yeas: 12 - Buckley, Gomberg, Huffman, Komp, McLane, Nathanson, Rayfield, Read, Smith, Whisnant, Whitsett, Williamson

Prepared By: Dustin Ball, Department of Administrative Services

Reviewed By: Matt Stayner, Legislative Fiscal Office

Agency: Department of Forestry

Biennium: 2015-17

Budget Summary

| | 2013-15 Legislatively Approved Budget | 2015-17 Current Service Level | 2015-17 Committee Recommendation | Committee Change from 2013-15 Leg. Approved | |
|--------------|--|----------------------------------|-------------------------------------|--|----------|
| | | | | \$ Change | % Change |
| General Fund | \$ - | \$ - | \$ 400,000 | \$ 400,000 | 100.0% |
| Total | \$ - | \$ - | \$ 400,000 | \$ 400,000 | 100.0% |

Position Summary

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

Revenue Summary

House Bill 2984 is funded with a one-time General Fund appropriation. Additionally, the bill specifies that the Oregon Department of Forestry and Clackamas County shall enter into a memorandum of understanding for the county to reimburse the department for the actual costs of providing services required under the bill. These reimbursements by the county will be deposited in the State Forestry Department Account established under ORS 526.060.

Summary of Natural Resources Subcommittee Action

House Bill 2984 requires Clackamas County to establish the Clackamas Forestry Product Cooperative Project as a pilot program for forestry products grown on non-forest land. The bill allows for cities within the county to participate in the project and creates a regulatory system intended to grant immunity, from federal and state antitrust laws, to parties of the project. The intent of the bill is to displace competition through a regulatory system for the commercial production and marketing of forestry products on non-forest land under this program.

House Bill 2984 requires the State Forester to actively supervise and establish procedures and guidelines for the negotiations between the parties and to review the prices set by those negotiations. Additionally, the State Forester is required to set prices for forestry products bought and sold as part of the project and may take action to resolve disputes between parties that involve or arise out of the Clackamas Forestry Product Cooperative Project. House Bill 2984 requires the Oregon Department of Forestry and Clackamas County to enter into a memorandum of understanding for the county to reimburse the department for the actual costs of providing services for the benefit of the project.

The Subcommittee established a one-time \$400,000 General Fund appropriation to the Oregon Department of Forestry for the purpose of issuing one or more grants to Clackamas County for studying matters regarding, and making preparations for, the Clackamas Forestry Product Cooperative Project.

DETAIL OF JOINT COMMITTEE ON WAYS AND MEANS ACTION

HB 2984-B

Oregon Department of Forestry
 Dustin Ball -- 503-378-3119

| DESCRIPTION | GENERAL FUND | LOTTERY FUNDS | OTHER FUNDS | | FEDERAL FUNDS | | TOTAL ALL FUNDS | POS | FTE |
|---|-------------------|---------------|-------------|-------------|---------------|-------------|-------------------|----------|-------------|
| | | | LIMITED | NONLIMITED | LIMITED | NONLIMITED | | | |
| <u>SUBCOMMITTEE RECOMMENDATION</u> | | | | | | | | | |
| <u>Oregon Department of Forestry</u> | | | | | | | | | |
| SCR 008 - Agency Administration | | | | | | | | | |
| Special Payments - Acct 6020 Dist to Counties | \$ 400,000 | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 400,000 | | |
| TOTAL SUBCOMMITTEE RECOMMENDATION | \$ 400,000 | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 400,000 | 0 | 0.00 |