

BUDGET REPORT AND MEASURE SUMMARY

CARRIER: Sen. Prozanski

Joint Committee On Ways and Means

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**Action:** Do Pass The C-Eng Bill.

**Action Date:** 07/01/15

**Vote:**

**Senate**

**Yeas:** 6 - Burdick, Devlin, Johnson, Roblan, Shields, Steiner Hayward

**Nays:** 4 - Girod, Hansell, Whitsett, Winters

**Exc:** 2 - Monroe, Thomsen

**House**

**Yeas:** 11 - Buckley, Gomberg, Huffman, Komp, McLane, Nathanson, Rayfield, Read, Smith, Whisnant, Williamson

**Nays:** 1 - Whitsett

**Prepared By:** Dustin Ball, Department of Administrative Services

**Reviewed By:** John Terpening, Legislative Fiscal Office

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**Agencies:** Department of Agriculture; Higher Education Coordinating Commission

**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
Oregon Department of Agriculture General Fund	\$ -	\$ -	\$ 100,000	\$ 100,000	100.0%
Higher Education Coordinating Commission General Fund	\$ -	\$ -	\$ 290,000	\$ 290,000	100.0%
Total	\$ -	\$ -	\$ 390,000	\$ 390,000	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 2668 is funded with General Fund appropriations and the bill has no long-term impacts on the revenues of the Oregon Department of Agriculture (ODA) or the Higher Education Coordinating Commission (HECC).

## **Summary of Transportation and Economic Development Subcommittee Action**

House Bill 2668 prohibits ODA from issuing an industrial hemp or hemp seed production license to applicants that have an industrial hemp operation within 1,000 feet of a school. ODA is directed to rescind current licenses of growers that are within 1,000 feet of a school and to provide just compensation if the grower incurred costs prior to the revocation. Initial estimates for just compensation are anticipated to be \$500-\$750 per acre. The bill also directs ODA and the Oregon State University College of Agriculture Sciences to conduct research on currently licensed industrial hemp operations related to the following topics:

- Safe growing distance between industrial hemp operations and marijuana operations to ensure purity of crops and reduce the risk of cross-pollination
- The feasibility of growing industrial hemp for fiber
- The feasibility of growing industrial hemp for seed
- The use of water in cultivating industrial hemp
- The tendency of industrial hemp to become feral

Department of Agriculture

The Subcommittee approved a one-time \$100,000 General Fund appropriation to ODA for rule-making and to provide compensation to eligible growers of industrial hemp as specified in the bill.

Higher Education Coordinating Commission

The Subcommittee approved a one-time \$290,000 General Fund appropriation to HECC to be transferred to the Oregon State University College of Agricultural Sciences to conduct research as specified in the bill.

**DETAIL OF JOINT COMMITTEE ON WAYS AND MEANS ACTION**

**HB 2668-C**

Oregon Department of Agriculture  
 Higher Education Coordinating Commission  
 Dustin Ball -- 503-378-3119

DESCRIPTION	GENERAL FUND	LOTTERY FUNDS	OTHER FUNDS		FEDERAL FUNDS		TOTAL ALL FUNDS	POS	FTE
			LIMITED	NONLIMITED	LIMITED	NONLIMITED			
<b><u>Oregon Department of Agriculture</u></b>									
<b><u>SUBCOMMITTEE RECOMMENDATION</u></b>									
<b>SCR 020-03 - Market Access Policy Area</b>									
Services and Supplies	\$ 25,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 25,000		
Special Payments - Dist to Individuals	\$ 75,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 75,000		
<b><u>Higher Education Coordinating Commission</u></b>									
<b><u>SUBCOMMITTEE RECOMMENDATION</u></b>									
<b>SCR 025 - Public University State Programs</b>									
Special Payments - Other Special Payments	\$ 290,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 290,000		
<b>TOTAL SUBCOMMITTEE RECOMMENDATION</b>	<b>\$ 390,000</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 390,000</b>	<b>0</b>	<b>0.00</b>