

HB 4074 A BUDGET REPORT and MEASURE SUMMARY

Joint Committee On Ways and Means

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Oregon Liquor and Cannabis Commission

2021-23

Criminal Justice Commission

2021-23

PRELIMINARY

Budget Summary*

	2021-23 Legislatively Approved Budget ⁽¹⁾	2022 Committee Recommendation	Committee Change from 2021-23 Leg. Approved	
			\$ Change	% Change
Oregon Liquor and Cannabis Commission				
Other Funds Limited	\$ -	\$ 155,127	\$ 155,127	100.0%
Total	\$ -	\$ 155,127	\$ 155,127	100.0%
Oregon Criminal Justice Commission				
General Fund	\$ -	\$ 6,000,000	\$ 6,000,000	100.0%
Other Funds Limited	\$ -	\$ 6,130,978	\$ 6,130,978	100.0%
Total	\$ -	\$ 12,130,978	\$ 12,130,978	100.0%

Position Summary

Oregon Liquor and Cannabis Commission

Authorized Positions	0	1	1
Full-time Equivalent (FTE) positions	0.00	0.58	0.58

Oregon Criminal Justice Commission

Authorized Positions	0	1	1
Full-time Equivalent (FTE) positions	0.00	0.63	0.63

⁽¹⁾ Includes adjustments through January 2022

* Excludes Capital Construction expenditures

Summary of Revenue Changes

House Bill 4074 makes a one-time General Fund appropriation of \$6,000,000 to the Oregon Criminal Justice Commission (CJC) for deposit into the Illegal Marijuana Market Enforcement Grant (IMMEG) Fund, and provides Other Fund expenditure limitation for CJC to expend monies out of the fund for grants to community based organizations, and for expenses related to a position to support the work. The Measure also increases Other Funds expenditure limitation from existing Other Funds revenue for the Oregon Liquor and Cannabis Commission (OLCC) by \$155,127. One full-time, Permanent position (0.58 FTE) is authorized to provide the OLCC with resources related to requiring employees or workers of marijuana licensees to report human trafficking on licensed premises.

Summary of Transportation and Economic Development Subcommittee Action

HB 4074 requires an employee or worker of a marijuana licensee to report human trafficking on licensed premises to OLCC and directs the Oregon Department of Agriculture to require any rebuttal testing of cannabis to be performed in a department-operated laboratory. The bill specifies state and law enforcement personnel are authorized to enter a property when there is a suspected violation of state law regarding marijuana or industrial hemp. The bill also authorizes the OLCC to allow certain licensed marijuana retailers to relocate to other premises without obtaining a new license and requires marijuana testing laboratory employees to obtain worker permits from the Commission. Finally, the bill modifies eligibility for grants from the CJC IMMEGP, to include community-based organizations; currently, this funding is only provided to law enforcement agencies through cities and counties.

The Subcommittee recommended an increase of \$155,127 Other Funds expenditure limitation and one permanent full-time Operations and Policy Analyst 3 position (0.58 FTE) for OLCC to establish processes and manage reports on human trafficking from licensed facilities. The Subcommittee also recommended a one-time \$6.0 million General Fund appropriation to CJC for deposit into the IMMEGP fund for the expansion of grants to community-based organizations responding to humanitarian crises associated with unlawful marijuana cultivation and distribution operations. A corresponding \$6 million Other Funds expenditure limitation increase was provided to CJC to expend monies out of the fund. The Subcommittee also recommended an increase in Other Funds expenditure limitation of \$130,978 Other Funds expenditure limitation for a limited duration Operations and Policy Analyst 2 position (0.63 FTE), due to the expansion of the IMMEGP to eligible community-based organizations. The increase in the number of grantees is anticipated to require more technical assistance, data collection, and financial tracking.

PRELIMINARY

DETAIL OF JOINT COMMITTEE ON WAYS AND MEANS ACTION

Oregon Liquor and Cannabis Commission
 Oregon Criminal Justice Commission
 Tamara Brickman -- (971) 719-3492

DESCRIPTION	GENERAL FUND	LOTTERY FUNDS	OTHER FUNDS		FEDERAL FUNDS		TOTAL ALL FUNDS	POS	FTE
			LIMITED	NONLIMITED	LIMITED	NONLIMITED			
SUBCOMMITTEE ADJUSTMENTS									
Oregon Liquor and Cannabis Commission									
SCR 84500-004 - Recreational Marijuana Program									
Personal Services	\$ -	\$ -	\$ 119,467	\$ -	\$ -	\$ -	\$ 119,467	1	0.58
Services and Supplies	\$ -	\$ -	\$ 35,660	\$ -	\$ -	\$ -	\$ 35,660		
Oregon Criminal Justice Commission									
SCR 21300-001 - Sentencing, Policy, and Research									
Personal Services	\$ -	\$ -	\$ 119,783	\$ -	\$ -	\$ -	\$ 119,783	1	0.63
Services and Supplies	\$ -	\$ -	\$ 11,195	\$ -	\$ -	\$ -	\$ 11,195		
Special Payments - 6060 Intra Agency Gen Fund Tr.	\$ 6,000,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 6,000,000		
Special Payments	\$ -	\$ -	\$ 6,000,000	\$ -	\$ -	\$ -	\$ 6,000,000		
SUBCOMMITTEE RECOMMENDATION *	\$ 6,000,000	\$ -	\$ 6,286,105	\$ -	\$ -	\$ -	\$ 12,286,105	2	1.21
% Change from 2021-23 Leg Approved Budget	100.0%	0.0%	100.0%	0.0%	0.0%	0.0%	100.0%	100.0%	100.0%

*Excludes Capital Construction Expenditures

PRELIMINARY