

SUSTAINABLE NATURAL RESOURCES = A SUSTAINABLE OREGON ECONOMY

What we believe...

Oregonians are passionate about our state's air, land and water. Our natural resources are a wonderful legacy, a source of incredible food and fiber and a critical foundation of the state's economy. From the beach bill, to statewide land use planning, to the Oregon plan for salmon and watersheds, Oregon has stepped up to protect our natural heritage for future generations. Oregon's natural resource legacy is one all Oregonians can be proud of. We can and must continue building on that legacy.

Our shared vision...

Sustainably managed natural resources result in sustainable local communities and a strong state economy by:

- Providing abundant clean water to grow and process food and provide safe drinking water;
- Protecting working farms and forests to keep local economies viable;
- Restoring and protecting healthy watersheds to provide high quality habitat for fish and wildlife and reduce regulatory constraints;
- Providing economic opportunity to utilize Oregon's natural resources;
- Increasing the use of renewable energy and conservation to meet our future energy needs;
- Identifying and mitigating for natural hazards to protect landowners and communities;
- Offering diverse recreational opportunities that strengthen local economies; and
- Ensuring Oregon's air is clean and safe to breathe.

Natural Resources are critical to Oregon's economy...

Natural resource activities such as agriculture, forestry, fisheries and mining, as well as recreational activities and tourism including fishing, hunting, wildlife viewing, camping and hiking are major economic drivers in Oregon's economy.

Consider the following facts:

- Total combined economic activity of Oregon's natural resource industries amounts to over \$55 billion in output – 37% of the state's annual domestic product.
- Approximately 550,000 Oregonians work in natural resource-related fields, or jobs supported by those industries, making up over one-third of the state's employment.
- Oregon's non-federal forestlands comprise 38% of the landscape, while farmlands comprise another 28% of our land base.

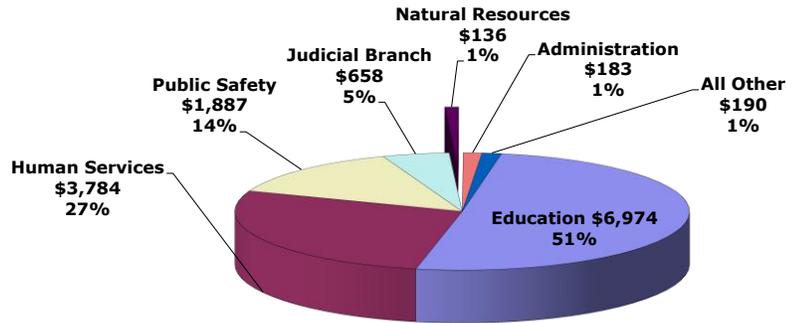
For every \$1 in general fund invested in natural resource agencies, \$376 in economic activity is generated by Oregon's natural resource sector.

Since the 1999-2001 biennium, while general fund investment in all agencies has risen 31.33%, the investment in natural resource agencies has declined 2.52%.

Opportunity for Leadership...

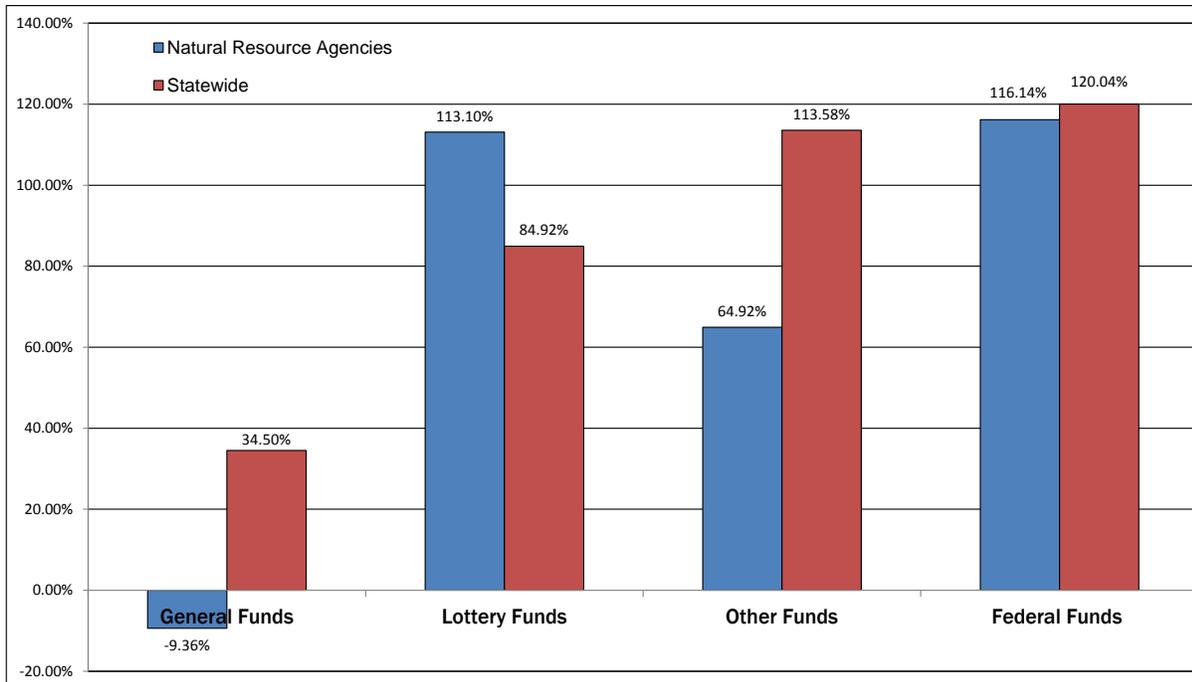
Oregon's natural resources substantially support our highly valued quality of life. Despite the significant benefits of natural resource management in Oregon, we are seeing a troubling trend of decreased general fund support for state agencies responsible for ensuring the vitality of our natural resource industries. We need to reverse this trend of disinvestment in order to ensure Oregon's natural resource legacy for future generations and to implement our shared vision into the future. Recovery of Oregon's natural resource sectors will be key to the overall economic recovery in Oregon and to the long-term health of the state.

2011-13 Governor's Balanced Budget General Fund Expenditures
Total Approved GF Expenditures \$13,812 (X1,000,000)



CHANGE IN SPENDING
1999-2011

Fund Type	\$ in Millions		% of Change	Fund Type	\$ in Millions		% of Change
	1999	11-13			1999	11-13	
Natural Resources				All Oregon			
General Funds - NR	150.6	136.5	-9.36%	General Funds	10,126	13,619	34.50%
Lottery Funds - NR	84	179	113.10%	Lottery Funds	504	932	84.92%
Other Funds - NR	685	1,129.70	64.92%	Other Funds	13,200	28,192	113.58%
Federal Funds - NR	145	313.4	116.14%	Federal Funds	5,700	12,542	120.04%
TOTAL	1,065	1,738.60		TOTAL	29,530	55,284	



Oregon's Natural Resource Agencies

Dept. of Agriculture
 Dept. of Environmental Quality
 Dept. of Geology and Mineral Industries
 Dept. of State Lands
 Water Resources Dept.

Columbia River Gorge Commission
 Dept. of Fish & Wildlife
 Dept. of Land Conservation & Development
 State Marine Board
 Watershed Enhancement Board

Dept. of Energy
 Dept. of Forestry
 Land Use Board of Appeals
 Parks & Recreation Dept.