

## Legislative Action

Legislative Action Summary

## 2019 Regular Legislative Session – 2019-21 Biennium – Oregon Chapter Law and Budget Reports

Bill	Chapter Law	Purpose
HB 2073	647	Relating to harvest tax rates
HB 5019	664	ODF Main budget bill
HB 5050	644	Purchase of timber tract for addition to the Santiam State Forest
HB 5050	644	Reducing the spread of Phytophthora ramorum
HB 5050	644	Bond issuance and debt service for Toledo Facility Replacement

## 2019 Regular Legislative Session – 2017-19 Biennium – Oregon Chapter Law and Budget Reports

Bill	Chapter Law	Purpose
HB 5019	664	Wildfire insurance premium costs for 2019 fire season

## 2019-2021 Budget Note Summary

Budget Note Number	Program	Purpose
1	Fire Protection	Special purpose appropriation for supplemental Fire Program personnel costs due to extended fire season.

80th OREGON LEGISLATIVE ASSEMBLY-2019 Regular Session

Enrolled

House Bill 2073

Introduced and printed pursuant to House Rule 12.00. Pre-session filed (at the request of Governor Kate Brown for State Forestry Department)

CHAPTER 000647

AN ACT

Relating to forest products harvest taxation; amending ORS 321.015; prescribing an effective date; and providing for revenue raising that requires approval by a three-fifths majority.

Be It Enacted by the People of the State of Oregon:

SECTION 1. ORS 321.015 is amended to read:

321.015. (1) For the calendar years beginning January 1, [2018] 2020, and January 1, [2019] 2021, there is levied a privilege tax of 90.00 cents per thousand feet, board measure, upon taxpayers for the privilege of harvesting of all merchantable forest products harvested on forestlands. Subject to ORS 321.145, the proceeds of the tax shall be transferred as provided in ORS 321.152 (2) to the Forest Research and Experiment Account for use for the forest resource research, experimentation and studies described in ORS 526.215 and for the Forest Research Laboratory established under ORS 526.225.

(2) Except as provided in ORS 477.760, in addition to the tax levied by subsection (1) of this section, there is levied a forest products harvest tax upon taxpayers of 62.5 cents per thousand feet, board measure, for the privilege of harvesting all merchantable forest products harvested on forestlands for the payment of benefits related to fire suppression as provided in ORS 321.005 to 321.185, 321.580 to 321.600 and 477.440 to 477.480.

(3) For the calendar years beginning January 1, [2018] 2020, and January 1, [2019] 2021, in addition to the taxes levied under subsections (1) and (2) of this section, there is levied a privilege tax upon taxpayers for the privilege of harvesting all merchantable forest products harvested on forestlands in the amount of [156.61] 188.72 cents per thousand feet, board measure, for the purpose of administering the Oregon Forest Practices Act in an amount not to exceed 40 percent of the total expenditures approved by the Legislative Assembly for this purpose, including salary adjustments approved by the Legislative Assembly for fiscal years [2018 and 2019] 2020 and 2021.

(4) For the calendar years beginning January 1, [2018] 2020, and January 1, [2019] 2021, in addition to the taxes levied by subsections (1) to (3) of this section, there is levied a privilege tax of 10 cents per thousand feet, board measure, upon taxpayers for the privilege of harvesting all merchantable forest products harvested on forestlands. Subject to ORS 321.145, the proceeds of the tax shall be transferred as provided in ORS 321.152 (5) to the subaccount established pursuant to ORS 350.520 for use by Oregon State University for the purpose of making investments in professional forestry education at the College of Forestry.

(5) Subject to subsection (6) of this section, the taxes shall be measured by and be applicable to each per thousand feet, board measure, on the total quantity of forest products harvested in this state measured by use of any log scale which is or may be in general use in the logging industry

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and which is designed to measure total volume of merchantable forest products in board feet. However, if the Department of Revenue finds that the scale used by any taxpayer in computing the taxes due under ORS 321.005 to 321.185 and 321.560 to 321.600 does not accurately reflect the total quantity of merchantable forest products harvested by the taxpayer, it may require the taxpayer to adopt another log scale in general use in the industry which in the department's opinion will accurately reflect merchantable harvest in board feet.

(6) The first 25,000 feet, board measure, of forest products harvested annually by any taxpayer during each calendar year shall be excluded from the total quantity of harvested forest products that constitutes the measure of the taxes under ORS 321.005 to 321.185 and 321.560 to 321.600.

**SECTION 2. This 2019 Act takes effect on the 91st day after the date on which the 2019 regular session of the Eightieth Legislative Assembly adjourns sine die.**

Passed by House June 25, 2019

Received by Governor:

8:45 AM July 09 2019

Timothy G. Sekerek, Chief Clerk of House

Approved:

9:18 AM August 9 2019

Tina Kotch, Speaker of House

Kate Brown, Governor

Passed by Senate June 29, 2019

Filed in Office of Secretary of State:

Peter Courtney, President of Senate

8:10 AM August 17 2019

Bev Clarno, Secretary of State

80th OREGON LEGISLATIVE ASSEMBLY--2019 Regular Session

Enrolled  
House Bill 5019

Introduced and printed pursuant to House Rule 12.00. Pre-session filed (at the request of Oregon Department of Administrative Services)

CHAPTER 000664

AN ACT

Relating to the financial administration of the State Forestry Department; and declaring an emergency.

Be It Enacted by the People of the State of Oregon:

SECTION 1. There are appropriated to the State Forestry Department, for the biennium beginning July 1, 2019, out of the General Fund, the following amounts, for the following purposes:

- (1) Agency administration..... \$ 3,286,428
- (2) Fire protection..... \$ 52,128,056
- (3) Private forests..... \$ 17,381,378
- (4) Debt service..... \$ 18,959,910

SECTION 2. Notwithstanding any other law limiting expenditures, the following amounts are established for the biennium beginning July 1, 2019, as the maximum limits for payment of expenses from fees, moneys or other revenues, including Miscellaneous Receipts and including federal funds from the United States Forest Service for fire protection and for research projects, but excluding lottery funds and federal funds not described in this section, collected or received by the State Forestry Department, for the following purposes:

- (1) Agency administration..... \$ 36,167,602
- (2) Fire protection..... \$ 76,617,864
- (3) State forests..... \$106,777,017
- (4) Private forests..... \$ 12,992,807
- (5) Capital improvement..... \$ 4,783,787
- (6) Debt service..... \$ 517,590
- (7) Equipment pool..... \$ 17,769,354
- (8) Facilities maintenance and management..... \$ 5,642,715

SECTION 3. Notwithstanding any other law limiting expenditures, the amount of \$2,605,450 is established for the biennium beginning July 1, 2019, as the maximum limit for payment of expenses from lottery moneys allocated from the Administrative Services Economic Development Fund to the State Forestry Department for debt service relating to the purchase of land in the Gilchrist Forest.

SECTION 4. Notwithstanding any other law limiting expenditures, the following amounts are established for the biennium beginning July 1, 2019, as the maximum limits for payment

of expenses from federal funds other than those described in section 2 of this 2019 Act, collected or received by the State Forestry Department, for the following purposes:

- (1) Agency administration..... \$ 2,809,538
- (2) Fire protection..... \$ 17,756,258
- (3) State forests ..... \$ 909,460
- (4) Private forests..... \$ 14,085,636

SECTION 5. (1) In addition to and not in lieu of any other appropriation, there is appropriated to the Emergency Board, for the biennium beginning July 1, 2019, out of the General Fund, the following amounts, to be allocated to the State Forestry Department for the following purposes:

- (a) Severity resource expenses..... \$ 4,000,000
- (b) Catastrophic wildfire insurance premium expenses.... \$ 2,000,000
- (c) Supplemental fire program personnel costs due to extended fire seasons..... \$ 2,000,000

(2) If any of the moneys appropriated by subsection (1) of this section are not allocated by the Emergency Board prior to December 1, 2020, the moneys remaining on that date become available for any purpose for which the Emergency Board lawfully may allocate funds.

SECTION 6. In addition to and not in lieu of any other appropriation, there is appropriated to the State Forestry Department, for the biennium ending June 30, 2019, out of the General Fund, the amount of \$3,201,253 for catastrophic wildfire insurance premium costs for the 2019 fire season.

SECTION 7. Notwithstanding any other law limiting expenditures, the limitation on expenditures established by section 2 (2), chapter 592, Oregon Laws 2017, for the biennium ending June 30, 2019, as the maximum limit for payment of expenses from fees, moneys or other revenues, including Miscellaneous Receipts and including federal funds from the United States Forest Service for fire protection and for research projects, but excluding lottery funds and federal funds not described in section 9, chapter 502, Oregon Laws 2017, collected or received by the State Forestry Department, for fire protection, is increased by \$532,747 for catastrophic wildfire insurance premium costs for the 2019 fire season.

SECTION 8. This 2019 Act being necessary for the immediate preservation of the public peace, health and safety, an emergency is declared to exist, and this 2019 Act takes effect on its passage.

Passed by House June 25, 2019

*Reddick*  
.....  
Timothy G. Sekerak, Chief Clerk of House

*Tina Kotek*  
.....  
Tina Kotek, Speaker of House

Passed by Senate June 29, 2019

*Peter Courtney*  
.....  
Peter Courtney, President of Senate

Received by Governor:

8:45 AM July 09 2019

Approved:

9:20 AM August 9 2019

*Kate Brown*  
.....  
Kate Brown, Governor

Filed in Office of Secretary of State:

8:32 AM August 12 2019

*Ber Clarno*  
.....  
Ber Clarno, Secretary of State

80th OREGON LEGISLATIVE ASSEMBLY-2019 Regular Session

**Enrolled  
House Bill 5050**

Introduced and printed pursuant to House Rule 12.00. Pre-session filed (at the request of Oregon Department of Administrative Services)

CHAPTER ..... **000644** .....

AN ACT

Relating to state financial administration; and declaring an emergency.

**Be It Enacted by the People of the State of Oregon:**

**SECTION 1.** In addition to and not in lieu of any other appropriation, there is appropriated to the Emergency Board, for the biennium beginning July 1, 2019, out of the General Fund, the amount of \$75,000,000 for the purposes for which the Emergency Board lawfully may allocate funds.

**SECTION 2.** (1) In addition to and not in lieu of any other appropriation, there is appropriated to the Emergency Board, for the biennium beginning July 1, 2019, out of the General Fund, the amount of \$200,000,000, to be allocated to state agencies for state employee compensation changes for the biennium beginning July 1, 2019.

(2) If any of the moneys appropriated by subsection (1) of this section are not allocated by the Emergency Board prior to December 1, 2020, the moneys remaining on that date become available for any purpose for which the Emergency Board lawfully may allocate funds.

**SECTION 3.** (1) In addition to and not in lieu of any other appropriation, there is appropriated to the Emergency Board, for the biennium beginning July 1, 2019, out of the General Fund, the amount of \$20,000,000, to be allocated to state agencies for compensation changes driven by collective bargaining for workers who are not state employees.

(2) If any of the moneys appropriated by subsection (1) of this section are not allocated by the Emergency Board prior to December 1, 2020, the moneys remaining on that date become available for any purpose for which the Emergency Board lawfully may allocate funds.

**SECTION 4.** (1) In addition to and not in lieu of any other appropriation, there is appropriated to the Emergency Board, for the biennium beginning July 1, 2019, out of the General Fund, the amount of \$20,000,000, to be allocated to the Public Defense Services Commission for caseload activities, including activities designed to improve indigent defense caseloads and to implement an improved public defense contract model.

(2) If any of the moneys appropriated by subsection (1) of this section are not allocated by the Emergency Board prior to December 1, 2020, the moneys remaining on that date become available for any purpose for which the Emergency Board lawfully may allocate funds.

**SECTION 5.** Notwithstanding any other provision of law, the General Fund appropriation made to the State Department of Fish and Wildlife by section 1 (2), chapter \_\_\_\_\_ Oregon Laws 2019 (Enrolled Senate Bill 5510), for the biennium beginning July 1, 2019, for the Wildlife Division, is increased by \$200,000 for the predator control program.

SECTION 84. Notwithstanding any other law limiting expenditures, the limitation on expenditures established by section 2, chapter \_\_, Oregon Laws 2019 (Enrolled House Bill 5035), for the biennium beginning July 1, 2019, as the maximum limit for payment of expenses by the Department of State Lands from the Portland Harbor Cleanup Fund established by ORS 274.064, is increased by \$6,000,000 for the purpose of fulfilling financial obligations under a settlement agreement for funding remedial design with the United States Environmental Protection Agency.

SECTION 85. Notwithstanding any other law limiting expenditures, the limitation on expenditures established by section 1 (5), chapter \_\_, Oregon Laws 2019 (Enrolled House Bill 5011), for the biennium beginning July 1, 2019, as the maximum limit for payment of expenses from fees, moneys or other revenues, including Miscellaneous Receipts, but excluding lottery funds and federal funds, collected or received by the Department of Consumer and Business Services, for the Division of Financial Regulation, is increased by \$262,610 to restore a position reduction in the Senior Health Insurance Benefit Assistance program.

SECTION 86. Notwithstanding any other law limiting expenditures, the limitation on expenditures established by section 5 (5), chapter \_\_, Oregon Laws 2019 (Enrolled House Bill 5011), for the biennium beginning July 1, 2019, as the maximum limit for payment of expenses from federal funds collected or received by the Department of Consumer and Business Services, for the Division of Financial Regulation, is increased by \$780,000 to allow for the expenditure of federal grant funding received by the department from the Centers for Medicare and Medicaid Services for planning and implementing insurance market reforms.

SECTION 87. In addition to and not in lieu of any other appropriation, there is appropriated to the State Forestry Department, for the biennium beginning July 1, 2019, out of the General Fund, the amount of \$200,000 for the purpose of purchasing an approximately 160-acre timber tract adjacent to the Willamette National Forest Opal Creek Scenic Recreation Area and Santiam State Forest, for addition to the Santiam State Forest.

SECTION 88. In addition to and not in lieu of any other appropriation, there is appropriated to the State Forestry Department, for the biennium beginning July 1, 2019, out of the General Fund, the amount of \$1,700,000, for the purpose of reducing the spread of *Phytophthora ramorum* in Oregon.

SECTION 89. Notwithstanding any other law limiting expenditures, the limitation on expenditures established by section 2 (2), chapter \_\_, Oregon Laws 2019 (Enrolled House Bill 5019), for the biennium beginning July 1, 2019, as the maximum limit for payment of expenses from fees, moneys or other revenues, including Miscellaneous Receipts and including federal funds from the United States Forest Service for fire protection and for research projects, but excluding lottery funds and federal funds not described in section 2, chapter \_\_, Oregon Laws 2019 (Enrolled House Bill 5019), collected or received by the State Forestry Department, for fire protection, is increased by \$52,695 for bond issuance costs related to general obligation bonds issued for the Toledo Facility Replacement.

SECTION 90. Notwithstanding any other provision of law, the General Fund appropriation made to the State Forestry Department by section 1 (4), chapter \_\_, Oregon Laws 2019 (Enrolled House Bill 5019), for the biennium beginning July 1, 2019, for debt service, is increased by \$121,559 for debt service related to bonds issued for the Toledo Facility Replacement.

SECTION 91. Notwithstanding any other law limiting expenditures, the limitation on expenditures established by section 2 (6), chapter \_\_, Oregon Laws 2019 (Enrolled House Bill 5019), for the biennium beginning July 1, 2019, as the maximum limit for payment of expenses from fees, moneys or other revenues, including Miscellaneous Receipts and including federal funds from the United States Forest Service for fire protection and for research projects, but excluding lottery funds and federal funds not described in section 2, chapter \_\_, Oregon Laws 2019 (Enrolled House Bill 5019), collected or received by the State Forestry Department,

for debt service, is increased by \$188,904 for debt service related to bonds issued for the Toledo Facility Replacement.

SECTION 92. Notwithstanding any other law limiting expenditures, the limitation on expenditures established by section 5a, chapter \_\_, Oregon Laws 2019 (Enrolled House Bill 5024), for the biennium beginning July 1, 2019, as the maximum limit for payment of expenses by the Higher Education Coordinating Commission from lottery moneys allocated to the Sports Lottery Account, is increased by \$5,859,809.

SECTION 93. Notwithstanding any other law limiting expenditures, the amount of \$10,500,000 is established for the biennium beginning July 1, 2019, as the maximum limit for payment of expenses from fees, moneys or other revenues, including Miscellaneous Receipts and federal funds from the United States Department of Housing and Urban Development for contract services, but excluding lottery funds and federal funds not described in this section, collected or received by the Housing and Community Services Department, for the TANF Housing Pilot Program created under section 1, chapter \_\_, Oregon Laws 2019 (Enrolled House Bill 2082).

SECTION 94. (1) Notwithstanding any other provision of law, the General Fund appropriation made to the Housing and Community Services Department by section 1, chapter \_\_, Oregon Laws 2019 (Enrolled Senate Bill 5512), for the biennium beginning July 1, 2019, is reduced by \$935,504 to reflect the elimination of the Low-Income Rental Housing Fund program, and to reduce General Fund support for ongoing operating expenditures.

(2) Notwithstanding any other law limiting expenditures, the limitation on expenditures established by section 2, chapter \_\_, Oregon Laws 2019 (Enrolled Senate Bill 5512), for the biennium beginning July 1, 2019, as the maximum limit for payment of expenses for operations from fees, moneys or other revenues, including Miscellaneous Receipts and federal funds from the United States Department of Housing and Urban Development for contract services, but excluding lottery funds and federal funds not described in section 2, chapter \_\_, Oregon Laws 2019 (Enrolled Senate Bill 5512), collected or received by the Housing and Community Services Department, is increased by \$440,043 for ongoing support of research and program analysis functions.

SECTION 95. Notwithstanding any other provision of law, the General Fund appropriation made to the Oregon Health Authority by section 1 (1), chapter \_\_, Oregon Laws 2019 (Enrolled Senate Bill 5525), for the biennium beginning July 1, 2019, for Health Systems, Health Policy and Analytics, and Public Health, is increased by \$6,700,000 for inflationary expenses for medical assistance programs.

SECTION 96. Notwithstanding any other law limiting expenditures, the limitation on expenditures established by section 4 (1), chapter \_\_, Oregon Laws 2019 (Enrolled Senate Bill 5525), for the biennium beginning July 1, 2019, as the maximum limit for payment of expenses from federal funds, excluding federal funds described in section 2, chapter \_\_, Oregon Laws 2019 (Enrolled Senate Bill 5525), collected or received by the Oregon Health Authority, for Health Systems, Health Policy and Analytics, and Public Health, is increased by \$25,000,000 for inflationary expenses for medical assistance programs.

SECTION 97. Notwithstanding any other provision of law, the General Fund appropriation made to the Oregon Health Authority by section 1 (1), chapter \_\_, Oregon Laws 2019 (Enrolled Senate Bill 5525), for the biennium beginning July 1, 2019, for Health Systems, Health Policy and Analytics, and Public Health, is decreased by \$10,000,000 for savings unrelated, directly or indirectly, to changes in caseloads for medical assistance programs.

SECTION 98. (1) Notwithstanding any other law limiting expenditures, the limitation on expenditures established by section 3 (1), chapter \_\_, Oregon Laws 2019 (Enrolled Senate Bill 5525), for the biennium beginning July 1, 2019, as the maximum limit for payment of expenses from lottery moneys allocated from the Administrative Services Economic Development Fund to the Oregon Health Authority, for Health Systems and Health Policy and Analytics, is decreased by \$2,500,000.

Other funds	SB 5510 2(4)	-4,077
State Forestry Department:		
Agency Administration		
General Fund	HB 5019 1(1)	-8,485
Other funds	HB 5019 2(1)	-742,886
Federal funds	HB 5019 4(1)	-10,434
Fire Protection		
General Fund	HB 5019 1(2)	-424,158
Other funds	HB 5019 2(2)	-301,163
Federal funds	HB 5019 4(2)	-44,571
Private Forests		
General Fund	HB 5019 1(3)	-126,777
Other funds	HB 5019 2(4)	-50,028
Federal funds	HB 5019 4(4)	-22,542
Debt Service		
General Fund	HB 5019 1(4)	-2,591,647
Other funds	HB 5019 2(6)	-17,720
State Forests		
Other funds	HB 5019 2(3)	-264,017
Federal funds	HB 5019 4(3)	-79
Equipment Pool		
Other funds	HB 5019 2(7)	-45,428
Facilities Maintenance and Management		
Other funds	HB 5019 2(8)	-96
Debt Service and Costs Relating to Purchase of Land in Gilchrist Forest		
Lottery funds	HB 5019 3	-61,999
Department of Land Conservation and Development:		
Planning Program		
General Fund	HB 5027 1(1)	-210,807
Other funds	HB 5027 2	-2,132
Federal funds	HB 5027 3	-17,182

(9) PUBLIC SAFETY.

Agency/Program/Funds	Oregon Laws Chapter/Section	2019 \$ Adjustment
State Board of Parole and Post-Prison Supervision:		
General Fund	SB 5528 1	-101,621
Department of State Police: Patrol Services, Criminal Investigations, Gaming		

Enrolled House Bill 5050 (HB 5050-A)

Other funds	HB 5039 2(7)	-830,974
Local Government Program		
Other funds	HB 5039 2(8)	-58,025
Driver and Motor Vehicle Services		
Other funds	HB 5039 2(9)	-695,116
Motor Carrier Transportation		
Other funds	HB 5039 2(10)	-205,626
Transportation Program		
Development		
Other funds	HB 5039 2(11)	-242,522
Federal funds	HB 5039 3(2)	-570
Public Transit		
Other funds	HB 5039 2(12)	-18,943
Federal funds	HB 5039 3(3)	-206
Rail		
Other funds	HB 5039 2(13)	-37,373
Federal funds	HB 5039 3(4)	-54,841
Transportation Safety		
Other funds	HB 5039 2(14)	-13,901
Federal funds	HB 5039 3(5)	-9,930
Central Services		
Other funds	HB 5039 2(15)	-4,649,763

SECTION 162. This 2019 Act being necessary for the immediate preservation of the public peace, health and safety, an emergency is declared to exist, and this 2019 Act takes effect on its passage.

Passed by House June 30, 2019

  
 Timothy G. Sekerek, Chief Clerk of House

Received by Governor:

8:45 AM July 09, 2019

Approved:

9:29 AM August 9, 2019

  
 Tina Kotek, Speaker of House

  
 Kevin Stitt, Governor

Passed by Senate June 30, 2019

  
 Peter Courtney, President of Senate

Filed in Office of Secretary of State:

8:19 AM August 12, 2019

  
 Bev Clarno, Secretary of State

Enrolled House Bill 5050 (HB 5050-A)

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**Budget Summary\***

	2017-19 Legislatively Approved Budget <sup>(1)</sup>	2019-21 Current Service Level	2019-21 Committee Recommendation	Committee Change from 2017-19 Leg. Approved	
				\$ Change	% Change
General Fund	\$ 98,764,502	\$ 72,766,983	\$ 72,773,862	\$ (25,990,640)	(26.3%)
General Fund Debt Service	\$ 2,329,152	\$ 18,959,910	\$ 18,959,910	\$ 16,630,758	714.0%
Lottery Funds Debt Service	\$ 2,601,001	\$ 2,605,450	\$ 2,605,450	\$ 4,449	0.2%
Other Funds Limited	\$ 440,656,624	\$ 244,123,801	\$ 255,967,359	\$ (184,689,265)	(41.9%)
Other Funds Capital Improvements	\$ 4,608,658	\$ 4,783,787	\$ 4,783,787	\$ 175,129	3.8%
Other Funds Debt Service	\$ 772,524	\$ 517,590	\$ 517,590	\$ (254,934)	(33.0%)
Federal Funds Limited	\$ 33,907,251	\$ 35,532,252	\$ 35,560,902	\$ 1,653,651	4.9%
Total	\$ 583,639,712	\$ 379,289,773	\$ 391,168,860	\$ (192,470,852)	(33.0%)

**Position Summary**

Authorized Positions	1,181	1,159	1,153	(28)
Full-time Equivalent (FTE) positions	867.89	852.49	848.99	(18.90)

<sup>(1)</sup> Includes adjustments through December 2018

\* Excludes Capital Construction expenditures

**Emergency Board**

	2017-19 Legislatively Approved Budget <sup>(1)</sup>	2019-21 Current Service Level	2019-21 Committee Recommendation	Committee Change from 2017-19 Leg. Approved	
				\$ Change	% Change
General Fund	\$ -	\$ -	\$ 8,000,000	\$ 8,000,000	100.0%
Total	\$ -	\$ -	\$ 8,000,000	\$ 8,000,000	100.0%

**2017-19 Budget Actions**

	2017-19 Legislatively Approved Budget	2017-19 Committee Recommendation	Committee Change from 2017-19 Leg. Approved	
			\$ Change	% Change
General Fund	\$ 98,764,502	\$ 101,965,755	\$ 3,201,253	3.3%
General Fund Debt Service	\$ 2,329,152	\$ 2,329,152	\$ -	0.0%
Lottery Funds Debt Service	\$ 2,601,001	\$ 2,601,001	\$ -	0.0%
Other Funds Limited	\$ 440,656,624	\$ 441,189,371	\$ 532,747	0.1%
Other Funds Capital Improvements	\$ 4,608,658	\$ 4,608,658	\$ -	0.0%
Other Funds Debt Service	\$ 772,524	\$ 772,524	\$ -	0.0%
Federal Funds Limited	\$ 33,907,251	\$ 33,907,251	\$ -	0.0%
Total	\$ 583,639,712	\$ 587,373,712	\$ 3,734,000	0.6%

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**Summary of Revenue Changes**

The Oregon Department of Forestry (ODF) is funded with General Fund, Lottery Funds, Other Funds, and Federal Funds. ODF's programs are funded through a network of public and private sources including Other Funds revenue from timber sales, Other Funds fire protection assessments paid by private forest landowners and Federal Funds revenue received for fire protection services on federal lands. Lottery Funds support debt service.

The 2019-21 budget assumes passage of House Bill 2073, which would set the Forest Products Harvest Tax rates for calendar years 2020 and 2021. Revenue from the tax fund the Forest Practices program, along with large fire protection funding through the Oregon Forest Land Protection Fund (OFLPF). Primary sources of Other Funds revenue for the Department's 2019-21 budget include \$53.9 million from Forest Protection Taxes, \$39.7 million from charges for services, \$234.4 million from timber sales on State Forest Lands, and \$7.8 million from timber sales on Common School Lands.

**Summary of Natural Resources Subcommittee Action**

The mission of ODF is to serve the people of Oregon by protecting, managing, and promoting stewardship of Oregon's forests to enhance environmental, economic, and community sustainability. For budgetary purposes, ODF is organized into nine program units: Agency Administration, Fire Protection, Equipment Pool, State Forests, Private Forests, Facility Maintenance, Debt Service, Capital Improvement, and Capital Construction.

The Subcommittee recommended a budget of \$91,733,772 General Fund, \$2,605,450 Lottery Funds, \$261,268,736 Other Funds expenditure limitation, and \$35,560,902 Federal Funds expenditure limitation for the 2019-21 biennium. The total funds budget of \$391,168,860 is 3.1 percent higher than the 2019-21 current service level.

In addition to establishing the 2019-21 budget for ODF, House Bill 5019 establishes a special purpose appropriation of \$8.0 million General Fund to the Emergency Board. This appropriation to the Emergency Board is for ODF for the purpose of fire severity resources (\$4.0 million), anticipated catastrophic wildfire insurance premium costs (\$2.0 million) and supplemental Fire Protection program personnel costs due to extended fire seasons (\$2.0 million). The Subcommittee approved the following Budget Note:

**Budget Note: Supplemental Fire Program personnel costs**

The special purpose appropriation made to the Emergency Board for supplemental Fire Program personnel costs due to extended fire seasons is intended to only be allocated to ODF in the event that an early fire season, or an extended fire season warrants the need for additional or extended employment of personnel that the agency cannot accommodate with budgetary resources otherwise.

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