



2023-25 Legislative Fiscal Office (LFO) Recommended Budget

	2021-23 Legislatively Approved Budget	2023-25 Current Service Level*	2023-25 Governor's Budget	2023-25 LFO Recommended
General Fund	\$ 80,505,340	\$ 31,868,878	\$ 31,532,966	\$ 37,663,733
Lottery Fund	11,588,227	8,859,764	8,802,247	8,859,764
Other Funds	123,504,515	86,735,866	89,856,981	90,668,150
Federal Funds	18,626,329	17,293,002	18,987,748	19,670,411
Total Funds	234,224,411	144,757,510	149,179,942	156,862,058
Positions	536	500	522	517
Full-Time Equivalent (FTE)	407.50	384.09	402.40	397.48

**21-23 one-time monies phased-out*

2023-25 Significant Changes

Removal of CFO Analyst Adjustments – Package 090

Restores General Fund and Lottery Funds reductions for vacancy savings rate \$1,652,238 GF / \$162,289 LF

Removal of Additional Analyst Adjustments – Package 091

- Restores Farm Mediation program \$111,781 GF / (\$111,781) OF
- Restores Predator Control pass-through funding for USDA Wildlife Services \$523,666 GF
- Reverses one-time fund shifts:
 - Animal Health \$31,322 GF / (\$31,322) FF
 - Shellfish \$43,540 GF / (\$43,540) OF
 - Noxious Weed \$71,754 GF / (\$71,754) FF
 - Insect Pest Prevention & Management \$97,086 GF / \$112,088 LF / (\$209,174) OF
 - Ag Development and Marketing \$75,667 GF / (\$37,834) OF / (\$37,692) FF
- Removes Ag Water Quality compliance and planning lead vacancy saving \$56,788 LF / (\$56,788) OF
- Restores one-time reduction to services & supplies in Soil and Water Conservation Districts program \$50,000 LF
- Restores Other Funds limitation for Pesticide Stewardship Partnership position \$127,952 OF
- Restores Lottery Funds and Other Funds limitation for Plant Program Director position \$133,048 LF / \$171,004 OF
- Reverses shift of three positions in Ag Water Quality program from General Fund to Lottery Funds \$749,724 GF / (\$514,613) LF
- Removes \$1,000,000 GF Special Payments budgeted to support the Pesticide Analytical Response Center

Removal of Statewide Adjustments –

092 – Adjusted Attorney General rates by 4.62% \$7,432 GF / \$1,021 LF / \$48,661 OF / \$214 FF

093 – Adjusted State Government Service Charges and DAS pricelist charges \$262,064 GF / \$61,870 LF / \$421,836 OF / \$23,217 FF

LFO Analyst Adjustments – Package 801

- Reduces rent associated with the lease of the Food Innovation Center in Portland. The department will be moving out of this space and into the North Valley Complex in Wilsonville.
 - Eliminates rent for Ag Development and Marketing program (\$294,995) GF
 - Reduces rent for Lab Services, retaining approximately 4 months rent (\$518,847) GF
- Continues Federal Funds expenditure limitation for the Meat Inspection program that was requested for the 21-23 biennium as part of an agency rebalance request approved during the 2023 session \$800,000 FF

Vacant Position Reductions – Package 802

- Eliminates long-term vacant positions and associated services and supplies.
 - One vacant Administrative Specialist 1 (1.00 FTE) in Administration (\$50,300) GF / (\$125,701) OF
 - One vacant Office Manager 1 (1.00 FTE) in Natural Resources (\$195,383) GF
 - One vacant Natural Resources Spec 4 (1.00 FTE) in Natural Resources (\$267,917) GF

Policy Packages Included – Recommended Fee Changes

- 270 – **Weights and Measures Fee Increase:** This package approves increases to the annual fees by three percent (3%) as authorized in ORS 618.136 and compliance with maximum fees established under ORS 618.141. This package includes \$522,265 fee revenue and also requests \$350,000 OF expenditure limitation. Administrative rules adjust these fees.
- 463 – **Agency Fee Ratification \$1,767,946 OF** (Revenue only): This package ratifies fees that were adopted administratively by ODA during the 2021-23 biennium.

Policy Packages Included – Recommended Budget Enhancements

- 110* – **North Valley Complex (ODA Labs) \$5,643,150 GF:** The North Valley Complex is a new statewide investment in state laboratory infrastructure and resiliency. ODA will consolidate most of our existing labs into a state-of-the-art facility with an additional 12,905 square feet of ODA space and additional 34,193 square feet of shared space. This package contains \$5,002,400 in increased rent and \$640,750 in relocating costs.
- 120* – **Community Engagement and Equity \$71,002 OF:** ODA requested two positions, an Agency Equity Officer and a communications position, plus resources to accomplish ODA's inclusive communication key objective and update the agency's strategic plan. Originally requested as General Fund, this funds one Operations and Policy Analyst 3 as Other Funds and abolishes a vacant Contract Assistant position.
- 230 – **Cannabis Lab Capacity, \$2,281,689 OF:** This package accepts a new revenue transfer from the Oregon Liquor and Cannabis Commission (OLCC) to establish three lab staff positions for lab testing methodology development, cannabis testing, and to serve as a reference lab for the industry. The built lab capacity is contingent on the North Valley Complex, with ODA's role being a lab service provider to OLCC.

* Not included in Governor's Budget

Policy Packages Included – Recommended Budget Continuation

- 260 – **Avian Influenza Program \$177,409 FF:** This package will continue the limited duration position for ongoing work with USDA related to the umbrella cooperative agreement in the Animal Health Program. The cooperative agreement includes funding for an avian health coordinator. Detections of highly pathogenic avian influenza in Oregon emphasized the importance of education, outreach, and testing for the disease to producers and backyard flock owners.
- 310** – **Japanese Beetle Eradication \$979,147 GF:** 2021 marked the fifth year of treatments in the Japanese beetle Eradication Program. In 2021, ODA trapped 3,656 Japanese beetles in total. The number of beetles trapped in 2021 was down 84% from 2017. Although detections have dropped dramatically, treatment acreage has increased. The first years of treatment involved an application to under 2,000 acres. That area doubled to 4,000 acres in 2021. ODA requested \$2,008,404 and nine positions for continuation of the program for the next biennium, this was reduced by about half and decreased to six positions.
- 370* – **Pesticide Enforcement Capacity \$555,532 OF:** ODA is the state-lead agency responsible for the Oregon Pesticide Control Law (ORS 634). During the 2015 session, the ODA Pesticides Program received revenue transfer from OLCC for one additional pesticide investigator and one pesticide case reviewer from the revenue generated by the State for cannabis. This package continues the positions previously funded by OLCC; however, the transfer is not assumed and positions are supported by pesticide fee revenue.
- 420* – **Farm to School Infrastructure Grants \$500,000 GF:** Currently in the Oregon Department of Education's (ODE) budget, this package requests that the funds be permanently appropriated to ODA's budget beginning in the 2023-25 Biennium. ODA administers the farm-to-school infrastructure grant program to support producers in building on-farm capacity to prepare local products for school systems. These grants directly connect Oregon's students with locally produced food in a manner that reduces barriers for schools. Eliminating the process of GF transfers will bring efficiencies and timeliness to the program.
- 440 – **Food Safety and Modernization Act (FSMA) \$1,400,000 FF:** Operating under a cooperative agreement with the FDA, ODA receives federal funds to provide education and training to Oregon's producers covered under the FSMA Produce Safety Program. This package will continue receiving those federal funds and accompanying five positions.
- 461** – **Agency Position Clean Up \$830,577 OF:** This package makes technical and budget adjustments to existing positions' class and compensation. Package was adjusted from Governor's Budget reducing GF Capital Outlay (\$29,812) and LF Services and Supplies (\$4,947) to balance to zero.
- 462 – **Deferred Maintenance \$53,340 OF:** Agencies with state-owned buildings and infrastructure must include a package requesting two percent of the current replacement value for deferred maintenance.

Removal of packages funded in Governor's Budget

- 210 – **Food Safety Racial Equity Impact Statement (REIS) Pilot \$252,146 GF:** To support and advance the State's Diversity, Equity, and Inclusion Action Plan, this package requests one position and resources to conduct an analytical review and develop potential changes to ODA's Food Safety program. The Food Safety program works to prevent the spread of foodborne illness through the inspection and education of food establishments and enforcement of state sanitation laws. This package will examine how ODA's Food Safety program will work with BIPOC and immigrant-owned food establishments to incorporate cultural food practices, address any biases in the regulations, reduce language barriers, and maintain access to safe food.

*Package not included in Governor's Budget

**Package adjusted from Governor's Budget