

HB 2579 A BUDGET REPORT and MEASURE SUMMARY

Joint Committee On Ways and Means

Prepared By: Lisa Pearson and Ali Webb, Department of Administrative Services

Reviewed By: Tim Walker and John Terpening, Legislative Fiscal Office

**Department of Education
2019-21**

**Department of Agriculture
2019-21**

PRELIMINARY

Budget Summary*

	2017-19 Legislatively Approved Budget ⁽¹⁾	2019-21 Current Service Level	2019-21 Committee Recommendation	Committee Change from 2017-19 Leg. Approved	
				\$ Change	% Change
Department of Education					
General Fund	\$ -	\$ -	\$ 10,350,000	\$ 10,350,000	100.0%
Total	\$ -	\$ -	\$ 10,350,000	\$ 10,350,000	100.0%
Department of Agriculture					
Other Funds Limited	\$ -	\$ -	\$ 500,000	\$ 500,000	100.0%
Total	\$ -	\$ -	\$ 500,000	\$ 500,000	100.0%

⁽¹⁾ Includes adjustments through December 2018

* Excludes Capital Construction expenditures

Position Summary

Department of Education

Authorized Positions	0	0	1	1
Full-time Equivalent (FTE) positions	0.00	0.00	0.50	0.50

Summary of Revenue Changes

House Bill 2579 appropriates \$10,350,000 General Fund to the Oregon Department of Education (ODE) for the Farm to School program. It also increases the Oregon Department of Agriculture's (ODA) Other Funds expenditure limitation by \$500,000 to work in consultation with the Oregon Department of Education to distribute infrastructure and equipment grants to agricultural producers in Oregon. ODA will enter into an Intergovernmental Agreement (IGA) with ODE to receive the funds from ODE in the amount of \$500,000 related to the distribution of grant funds. ODA will require a revenue transfer of \$50,000 Other Funds for administrative expenses related to the distribution of the grants.

Summary of Education Subcommittee Action

Oregon Department of Education

House Bill 2579 appropriates \$10,350,000 million General Fund to ODE for the Farm-to-School Program. This program provides competitive and non-competitive grants for the purchase of Oregon agricultural products for use in school nutrition programs.

The competitive grant portion of the bill expands potential recipients. New potential recipients include Oregon food producers, such as farmers, ranchers and seafood harvesters, and providers of center-based programs for children in the Child and Adult Care Food Program. Competitive grants are for agricultural or garden-based education. The amount for education is \$1,580,000 and the amount for partner-provided training and technical assistance is \$740,000.

The potential recipient pool also expands for non-competitive grants to include center-based programs for children in the Child and Adult Care Food Program and entities, which provide meals through the Summer Food Service. The amount for agricultural purchases is \$7,360,000 and \$500,000 for producer infrastructure.

The bill also requires ODE to evaluate the effectiveness of the Farm to School Program, including economic impact, educational and health outcomes, and program administration. The amount for the evaluation is \$60,000 and for program administration is \$110,000. The bill requires ODE to enter into an agreement with ODA to distribute infrastructure and equipment grants to Oregon producers.

Oregon Department of Agriculture

House Bill 2579 provides a \$500,000 increase in Other Funds expenditure limitation for ODA for the purpose of coordinating with ODE to distribute funding for infrastructure and equipment grants to agricultural producers in Oregon. ODA will incur Special Payments expenditures to distribute the grant funds. The administrative costs of distributing the grants will be funded through the General Fund appropriation provided to ODE. ODA has an existing position within the Ag Development Program that handles coordination with ODE and works with farmers, food processors, distributors, and school districts.

DETAIL OF JOINT COMMITTEE ON WAYS AND MEANS ACTION

Department of Education and Department of Agriculture
 Lisa Pearson -- 503-373-7501 and Ali Webb --503-378-4588

DESCRIPTION	GENERAL FUND	LOTTERY FUNDS	OTHER FUNDS		FEDERAL FUNDS		TOTAL ALL FUNDS	POS	FTE
			LIMITED	NONLIMITED	LIMITED	NONLIMITED			
SUBCOMMITTEE RECOMMENDATION									
Department of Education									
SCR 100 - Operations									
Personal Services	\$ 59,215	\$ -	\$ -	\$ -	\$ -	\$ -	59,215	1	0.50
Services and Supplies (Instate Travel)	\$ 299,564	\$ -	\$ -	\$ -	\$ -	\$ -	299,564		
SCR 300 - Grant in Aid									
Special Payments	\$ 9,991,221	\$ -	\$ -	\$ -	\$ -	\$ -	9,991,221		
Department of Agriculture									
SCR 050 - Market Access, Development, Certification/Inspection									
Special Payments	\$ -	\$ -	\$ 500,000	\$ -	\$ -	\$ -	500,000		
TOTAL ADJUSTMENTS	\$ 10,350,000	\$ -	\$ 500,000	\$ -	\$ -	\$ -	10,850,000	1	0.50
SUBCOMMITTEE RECOMMENDATION	\$ 10,350,000	\$ -	\$ 500,000	\$ -	\$ -	\$ -	10,850,000	1	0.50

PRELIMINARY