

**PROPOSED AMENDMENTS TO
HOUSE BILL 2649**

1 On page 1 of the printed bill, delete lines 5 through 30.

2 On page 2, delete lines 1 through 32 and insert:

3 **“SECTION 1.** ORS 336.431 is amended to read:

4 “336.431. (1) A school district may apply to the Department of Education
5 for a grant to be used by the school district to:

6 “(a) Reimburse the school district for costs incurred by the school district
7 to purchase Oregon food products described in subsection (3) of this section;
8 [*and*] **or**

9 “(b) Fund food-based, agriculture-based and garden-based educational ac-
10 tivities in school districts.

11 “(2) [*For a grant received under this section*] **The Department of Edu-**
12 **cation shall distribute grant moneys under this section in a manner**
13 **that ensures that:**

14 “(a) [*87.5*] **At least 80** percent of the moneys [*of the grant must be*] **dis-**
15 **tributed are** used for reimbursements as described in subsection (1)(a) of
16 this section; and

17 “(b) [*12.5*] **At least 10** percent of the moneys [*of the grant must be*] **dis-**
18 **tributed are** used for the educational activities described in subsection (1)(b)
19 of this section.

20 “(3)(a) [*For the portion of a grant that is allocated for reimbursements, a*]
21 **If a school district receives any grant moneys under this section for**
22 **reimbursements, the school district shall [*be reimbursed*] use the moneys**

1 for the costs incurred by the school district to purchase Oregon food pro-
2 ducts that were:

3 “(A) Purchased on or after the date the school district received the mon-
4 eys for the grant;

5 “(B) Produced or processed in Oregon; and

6 “(C) Used in meals that are part of the United States Department of
7 Agriculture’s National School Lunch Program.

8 “(b) For Oregon food products that satisfy the requirements of paragraph
9 (a) of this subsection, reimbursements shall be in an amount that equals the
10 lesser of:

11 “(A) The amount paid per meal by the school district to purchase the
12 Oregon food [*product*] **products**; or

13 “(B) Fifteen cents for every school lunch **that is served as part of the**
14 **United States Department of Agriculture’s National School Lunch**
15 **Program and that uses Oregon food products.**

16 “(c) A school district that receives moneys for reimbursement as provided
17 by paragraph (b) of this subsection:

18 “(A) Must use the moneys to purchase foods produced or processed in
19 Oregon; and

20 “(B) May not use the moneys to supplant purchases of food products with
21 federal moneys, but may use the moneys to pay for the difference in cost
22 between food products that are of higher quality and food products that are
23 allowed to be purchased with federal moneys.

24 “(4) [*For the portion of a grant that is allocated for educational activities,*
25 *a*] **If a school district receives any moneys under this section for edu-**
26 **ational activities, the** school district shall use the moneys for costs di-
27 rectly associated with the educational activities, including staff time, travel
28 costs and equipment purchased for the activities.

29 “(5) The Department of Education shall consult with the State Depart-
30 ment of Agriculture to determine the recipients and amounts of grants

1 awarded under this section.

2 **“(6) The Department of Education may award a grant to a school**
3 **district under this section only if the school district can demonstrate**
4 **that the school district:**

5 **“(a) Has a program to purchase Oregon food products and a pro-**
6 **gram to provide food-based, agriculture-based or garden-based educa-**
7 **tional activities; or**

8 **“(b) Is developing the programs described in paragraph (a) of this**
9 **subsection that the school district does not have at the time of appli-**
10 **cation.**

11 **“(7) When awarding grants under this section,** preference shall be
12 given to school districts that:

13 **“(a) Propose farm-to-school projects or school garden projects that:**

14 **“(A) Are well designed;**

15 **“(B) Incorporate positive changes in food purchasing;**

16 **“(C) Promote healthy food activities;**

17 **“(D) Have clear educational objectives;**

18 **“(E) Involve parents or the community; and**

19 **“(F) Have high potential for job creation;**

20 **“(b) Represent a variety of sizes and geographic locations; and**

21 **“(c) Serve a high percentage of children who qualify for free or reduced**
22 **price school meals under the United States Department of Agriculture’s Na-**
23 **tional School Lunch Program.**

24 *“[(6) The Department of Education must award at least two grants per*
25 *biennium under this section.]*

26 *“[(7)]* **(8) The Department of Education shall consult with the State De-**
27 **partment of Agriculture to develop rules and standards related to the grants**
28 **awarded under this section.**

29 *“[(8)]* **(9) The Department of Education may expend for the administrative**
30 **costs incurred under this section no more than two percent of all moneys**

1 received by the department for the grant program.”.

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