

2007 Regular Legislative Session
FISCAL ANALYSIS OF PROPOSED LEGISLATION
Prepared by the Oregon Legislative Fiscal Office

MEASURE NUMBER: HB 2129

STATUS: A Engrossed

SUBJECT: Raises the cap on administrative costs associated with managing the Oregon Domestic and Sexual Violence Services Fund from five percent to 10 percent.

GOVERNMENT UNIT AFFECTED: Department of Justice

PREPARED BY: Tim Walker

REVIEWED BY: Doug Wilson

DATE: February 12, 2007

	<u>2007-2009</u>	<u>2009-2011</u>
EXPENDITURES: See Comments		

REVENUES:
See Comments

EFFECTIVE DATE: January 1, 2008

GOVERNOR'S BUDGET: This bill is not anticipated by the Governor's recommended budget.

LOCAL GOVERNMENT MANDATE: This bill does not affect local governments' service levels or shared revenues sufficient to trigger Section 15, Article XI of the Oregon Constitution.

COMMENTS: This bill raises the cap on administrative costs associated with managing the Oregon Domestic and Sexual Violence Services Fund (ODSVS) from five percent to ten percent. OSDVS provides assistance to victims of sexual assault and domestic violence in the form of intervention, safety, and advocacy. According to the Department of Justice, administrative costs are at 9% due to increased personal services costs. Under current practice, any administrative costs in excess of five percent are taken out of the Criminal Injuries Compensation Account (CICA). The balance of OSDVS is \$2.5 million, at 5% the amount allowable for administrative costs is \$125,000 and at 10% \$250,000. DOJ's estimate of 9% would put their administrative cost at \$225,000. The effect is to shift \$100,000 in expenses out of CICA and back into OSDVS, thereby leaving more resources available in CICA and more appropriately account for the actual costs for both funds.