

**76<sup>th</sup> OREGON LEGISLATIVE ASSEMBLY – 2011 Regular Session  
BUDGET REPORT AND MEASURE SUMMARY**

**MEASURE: HB 5002-A**

**JOINT COMMITTEE ON WAYS AND MEANS**

**Carrier – House: Rep. Jenson  
Carrier – Senate: Sen. Edwards**

---

**Action:** Do Pass as Amended and as Printed A-Engrossed

**Vote:** 25 – 0 – 0

House – Yeas: Beyer, Buckley, Cowan, Freeman, Garrard, Komp, Kotek, McLane, Nathanson, Nolan, Richardson, G. Smith, Thatcher, Whisnant  
– Nays:  
– Exc:

Senate – Yeas: Bates, Devlin, Edwards, Girod, Johnson, Monroe, Nelson, Thomsen, Verger, Whitsett, Winters  
– Nays:  
– Exc:

**Prepared By:** Art Ayre, Department of Administrative Services

**Reviewed By:** Paul Siebert, Legislative Fiscal Office

**Meeting Date:** May 13, 2011

---

**Agency**

Department of Agriculture

**Budget Page**

F-4

**LFO Analysis Page**

123

**Biennium**

2011-13

## **Budget Summary\***

	2009-11	2011-13	2011-13	2011-13	Committee Change from 2009-11 Leg Approved	
	Legislatively Approved Budget (1)	Current Service Level	Governor's Budget	Committee Recommendation	\$ change	% change
General Fund	\$ 13,012,720	\$ 15,586,409	\$ 11,939,880	\$ 12,610,616	-402,104	-3.1%
Lottery Funds	10,143,165	10,766,321	9,463,296	6,356,014	-3,787,151	-37.3%
Other Funds	49,680,325	50,408,598	54,574,473	52,132,748	2,452,423	4.9%
Federal Funds	12,287,361	12,718,208	12,665,265	11,945,878	-341,483	-2.8%
Total	\$ 85,123,571	\$ 89,479,536	\$ 88,642,914	\$ 83,045,256	-2,078,315	-2.4%

## **Position Summary**

Authorized Positions	504	501	506	468	-36
Full-time Equivalent (FTE) Positions	357.69	354.41	359.89	343.29	-14.40

(1) Includes adjustments through March 2011.

\* Excludes Capital Construction expenditures

## **Summary of Revenue Changes**

The Department of Agriculture is supported with General Fund, Lottery Funds, Other Funds, and Federal Funds. General Fund comprises about 15 percent of the budget approved by the subcommittee. Lottery Funds, at about eight percent, support Oregon Plan activities and county fair administration. The largest revenue component is Other Funds, supporting about 63 percent of the agency's budget. Sources include fees for licenses, registrations, inspections, certifications, and reimbursements under federal service contracts. The U.S. Department of Agriculture and other federal agencies support the remaining 14 percent of the agency budget.

The subcommittee approved House Bill 5003, which ratifies fees the agency increased by administrative rule during the 2009-11 biennium. These include fees for field inspection of vegetable and specialty seed crops for seed producers, fees for official seed sampling and inspection and verification services requested by owners or producers, fees for molecular analysis of seeds for regulated pests, fees for determining the adequacy of a fence, and fees for permits and for renewal of permits to keep exotic animals in captivity.

The subcommittee recommendation includes expenditure limitation for revenue dependent on the passage of Senate Bill 119 – Shellfish Fees, Senate Bill 120 – Confined Animal Feeding Operation Fees, and Senate Bill 121 – Seed Dealers License Increase.

## **Summary of Natural Resources Subcommittee Action**

The Department of Agriculture ensures food safety, provides consumer protection, protects natural resources, and promotes agricultural economic development. For budget purposes, the Department's activities are grouped into four program units: Administration and Support Services, Food

Safety Policy Area, Natural Resources Policy Area, and Agricultural Development Policy Area. The subcommittee approved an agency total funds budget of \$83,045,256 and 468 positions (343.29 full-time equivalents). This is a 2.4 percent decrease from the 2009-11 Legislatively Approved Budget. This decrease included a shift of Lottery Funds expenditure limitation for weed control grants to the Oregon Watershed Enhancement Board.

#### Administration and Support Services

Administration and Support Services provides policy direction and support functions for the agency, including financial management, development and maintenance of information systems, public information, personnel, purchasing, facilities management, fleet operations, and farm mediation. The subcommittee approved a budget of \$816,397 General Fund, \$8,873,594 Other Funds, and 38 positions (38.00 full-time equivalents).

The subcommittee approved Package 086 – Eliminate Inflation. This package is used on a statewide basis to eliminate standard and Attorney General inflation, and to adjust State Government Service Charges. The package reduces General Fund by \$1,475 and Other Funds expenditure limitation by \$23,896.

The subcommittee approved Package 087 – Personal Service Adjustments. This package reflects a 5.5 percent across-the-board reduction in total Personal Services expenditures from the Current Service Level budget. The package reduces General Fund by \$68,448 and Other Funds expenditure limitation by \$353,088.

The subcommittee approved Package 090 – Analyst Adjustments. This package includes reductions made in accordance with the Governor’s Enterprise Budget for the Natural Resources policy area. The package reduces General Fund by \$537,581 and eliminates two positions (2.28 full time equivalents), which are restored in Package 092.

The subcommittee approved Package 092 – Fund Shifts/Sweeps. This package provides Other Funds revenues, expenditure limitation, and position authority necessary to offset 090 General Fund reductions.

The subcommittee approved Package 105 – Information Technology Maintenance & Upgrade. This package provides expenditure limitation to implement a life-cycle replacement program for critical business systems and to allow field staff to gain efficiencies through technology. The project is funded through indirect charges on Other Funds and Federal Funds programs. The package increases Other Funds expenditure limitation by \$975,000.

The subcommittee approved Package 801 – Targeted Statewide Adjustments. This package implements a statewide reduction action included in the Co-Chairs’ Budget, which is a 6.5 percent reduction from total General Fund Services and Supplies expenditures included in the Governor’s Recommended Budget. This package reduces General Fund by \$8,898. This is in addition to Package 086, which eliminates most Services and Supplies inflation originally built into the budget.

The subcommittee approved Package 819 – Supplemental Statewide Ending Balance. This package includes, per the Co-Chairs’ budget plan, a supplemental statewide ending balance hold back adjustment. The result is about a 3.5 percent across-the-board reduction to an agency’s total biennial General Fund and/or Lottery Funds budget or approximately 7 percent to be taken from the second year of the budget. The package reduces General Fund by \$29,703.

#### Food Safety Policy Area

The Food Safety Policy Area protects the food supply, keeps livestock healthy, and ensures measurement device accuracy. Activities include inspecting food facilities, performing laboratory tests, checking scales, and recording livestock brands. The subcommittee approved a budget of \$5,277,489 General Fund, \$18,476,681 Other Funds, \$972,513 Federal Funds, and 169 positions (110.25 full-time equivalents).

The subcommittee approved Package 086 – Eliminate Inflation. This package is used on a statewide basis to eliminate standard and Attorney General inflation, and to adjust State Government Service Charges. The package reduces General Fund by \$42,772, Other Funds expenditure limitation by \$116,993, and Federal Funds expenditure limitation by \$12,420.

The subcommittee approved Package 087 – Personal Service Adjustments. This package reflects a 5.5 percent across-the-board reduction in total Personal Services expenditures from the Current Service Level budget. Final personal services decisions will be determined by policy decisions and future labor negotiations. The package reduces General Fund by \$240,552, Other Funds expenditure limitation by \$828,763, and Federal Funds expenditure limitation by \$2,911.

The subcommittee approved Package 090 – Analyst Adjustments, as modified. This package includes reductions made in accordance with the Governor’s Enterprise Budget for the Natural Resources policy area. It also adds \$100,000 General Fund to Special Payments as partial add-back for Predator Control. The subcommittee approved a modification that removes the \$100,000 General Fund increase for Predator Control and moves this funding to Package 240. The resulting package reduces General Fund by \$1,497,641 and eliminates seven positions (7.56 full-time equivalents). A vacant District Veterinarian position is not restored in Package 092.

The subcommittee approved Package 092 – Fund Shifts/Sweeps. This package provides Other Funds revenues, expenditure limitation, and position authority necessary to offset Package 090 General Fund reductions to the Food Safety, Feeds, Shellfish, and Animal Health programs. The package increases Other Funds expenditure limitation by \$1,385,000 and adds six positions (6.56 full-time equivalents). Two of the fund shift actions included in this package are reversed in Package 810.

The subcommittee approved Package 200 – Agency Fees Adjusted Administratively. This package increases Other Funds revenue related to fees that were adopted administratively during the 2009-11 biennium. Ratification of these fee modifications is included in House Bill 5003.

The subcommittee approved Package 230 – Shellfish Fee. This package provides expenditure limitation associated with additional revenues generated by higher shellfish cultivation and millage fees contained in Senate Bill 119. The package increases Other Funds expenditure limitation by \$66,691.

The subcommittee approved Package 240 – Predator Control. This package provides funding to partially restore cuts made during the 2009 legislative session to payments to the U.S. Department of Agriculture Wildlife Services for the predator control program. The package increases General Fund by \$250,000.

The subcommittee approved Package 801 – Targeted Statewide Adjustments. This package implements a statewide reduction action included in the Co-Chairs’ Budget, which is a 6.5 percent reduction from total General Fund Services and Supplies expenditures included in the Governor’s Recommended Budget. This package reduces General Fund by \$127,026. This is in addition to Package 086, which eliminates most Services and Supplies inflation originally built into the budget.

The subcommittee approved Package 802 – Vacant Position Savings. This package eliminates primarily long-term vacant positions that have been reviewed and determined not to be critical for supporting the agency’s core programs. The positions are from the Livestock Brands program and include five supervisors. The package reduces Other Funds expenditure limitation by \$258,836 and eliminates 11 positions (2.73 full-time equivalents).

The subcommittee approved Package 810 – Analyst Adjustments. This package reverses the Animal Health and Shellfish program fund shifts by restoring General Fund support eliminated in Package 090 and reducing the Other Funds expenditure limitation increased in Package 092. The package increases General Fund by \$565,717 and reduces Other Funds expenditure limitation by \$565,717.

The subcommittee approved Package 811 – Position Alignment Actions to implement the following: Abolish a management position, Principal Executive / Manager B, in the Weights and Measures program and make an existing part-time Office Specialist 2 position full-time. Also reclassify two existing laboratory staff: reclassify a Metrologist to a Natural Resource Specialist 4 and reclassify a Natural Resource Specialist 4 to a Natural Resource Specialist 5; the duties of both lab positions have evolved to a higher level and are necessary to ensure laboratory certification is maintained by the National Institute of Standards and Technology. A related action reclassifies two existing vacant Compliance Specialist 2 positions and moves them from Weights and Measures to the Lab Services section. One of these two positions is reclassified down to a half-time Chemist 2 to provide support and data analysis. The other is reclassified up to a Natural Resource Specialist 4 to serve as the Quality Assurance Officer. The package reduces Other Funds expenditure limitation by \$107,763 and eliminates one position (1.04 full-time equivalents).

The subcommittee approved Package 819 – Supplemental Statewide Ending Balance. This package includes, per the Co-Chairs’ budget plan, a supplemental statewide ending balance hold back adjustment. The result is about a 3.5 percent across-the-board reduction to an agency’s total biennial General Fund and/or Lottery Funds budget or approximately seven percent to be taken from the second year of the budget. The package reduces General Fund by \$194,510.

#### Natural Resources Policy Area

The Natural Resources Policy Area conserves, protects, and develops natural resources. It also maintains fertilizer and pesticide standards. Employees inspect and certify nursery stock, Christmas trees, and seed crops toward controlling and excluding foreign pests and plant diseases. Under the Oregon Plan, the program activities help to restore and enhance salmon/steelhead populations and watersheds and implement agricultural water quality plans. The subcommittee approved a budget of \$3,065,681 General Fund, \$6,335,856 Lottery Funds, \$13,537,783 Other Funds, \$5,097,098 Federal Funds, and 131 positions (110.65 full-time equivalents).

The subcommittee approved Package 086 – Eliminate Inflation. This package is used on a statewide basis to eliminate standard and Attorney General inflation, and to adjust State Government Service Charges. The package reduces General Fund by \$12,583, Lottery Funds by \$56,747, Other Funds expenditure limitation by \$104,259, and Federal Funds expenditure limitation by \$71,813.

The subcommittee approved Package 087 – Personal Service Adjustments. This package reflects a 5.5 percent across-the-board reduction in total personal services expenditures from the Current Service Level budget. Final personal services decisions will be determined by policy decisions and future labor negotiations. The package reduces General Fund by \$196,474, Lottery Funds by \$324,485, Other Funds expenditure limitation by \$463,293, and Federal Funds expenditure limitation by \$164,148.

The subcommittee approved Package 090 – Analyst Adjustments, as modified. This package includes reductions made in accordance with the Governor’s Enterprise Budget for the Natural Resources policy area. The package also added \$1.9 million Other Funds from the Pacific Coastal Salmon Recovery Fund (PCSRF) on a one-time basis, via the Oregon Watershed Enhancement Board, to the base Ag Water Quality Program and to enhance monitoring and program effectiveness activities that had been requested in Package 300. The subcommittee removed that funding and positions. The subcommittee also approved a technical correction to the Governor’s budget by adding two positions (1.83 full-time equivalents). The resulting package reduces General Fund by \$787,584 and Lottery Funds by \$48,038, increases Other Funds expenditure limitation by \$1,008,775, and eliminates two positions (1.48 full-time equivalents).

The subcommittee approved Package 092 – Fund Shifts/Sweeps. This package provides Other Funds revenues, expenditure limitation, and position authority necessary to offset Package 090 reductions for the Pesticide Analytical and Response Center (PARC), Confined Animal Feeding Operations (CAFO), and Pesticides programs. The package increases Other Funds expenditure limitation by \$730,000 and adds four positions (2.95 full-time equivalents).

The subcommittee approved Package 300 – Monitoring Ag Water Quality Program Effectiveness. This package adds positions and resources to evaluate riparian conditions along agricultural lands, to monitor ambient water quality sites that have strong agricultural influence, and to fully participate in state water quality monitoring efforts. The agency had requested Lottery Funds to fund this package; however, due to its reliance on Lottery Funds which are projected to be insufficient for activities in the 2011-13 biennium, it was not approved initially. As part of the Governor’s Enterprise Budget for the Natural Resources policy area, the policy option was funded using PCSRF Other Funds that originated from the Oregon Watershed Enhancement Board and added to Package 090. The subcommittee approved the Legislative Fiscal Office adjustment that moves the funding and positions from Package 090 to Package 300 with the understanding that the positions are limited duration and the funding is provided on a one-time basis and will be phased out during development of the 2013-15 biennium budget, as will all fund shifts involving one-time use of PCSRF monies. The package increases Other Funds expenditure limitation by \$897,727 and adds three positions (3.00 full-time equivalents).

The subcommittee approved Package 315 – CAFO Fee. This package provides \$105,399 Other Funds expenditure limitation for additional revenue associated with higher license fees and cost recovery fees for the Confined Animal Feeding Operations (CAFO) program contained in Senate Bill 120. The package also adds one position (0.50 full-time equivalent).

The subcommittee approved Package 325 – Base Pesticide Positions, as modified. This package establishes two permanent, full-time Natural Resource Specialist 3 positions to continue the 2009-11 biennium level of outreach and compliance monitoring activities in the Base Pesticides Program provided by limited duration positions. The package makes permanent two positions added as limited duration in 2009-11. The subcommittee approved the two positions as limited duration for the 2011-13 biennium. The package increases Other Funds expenditure limitation by \$420,471 and adds two positions (2.00 full-time equivalents).

The subcommittee approved Package 801 – Targeted Statewide Adjustments. This package implements a statewide reduction action included in the Co-Chairs’ Budget, which is a 6.5 percent reduction from total General Fund and Lottery Funds services and supplies expenditures included in the Governor’s Recommended Budget. This package reduces General Fund by \$18,393 and Lottery Funds by \$113,783. This is in addition to Package 086, which eliminates most services & supplies inflation originally built into the budget.

The subcommittee approved Package 802 – Vacant Position Savings. This package eliminates primarily long-term vacant positions that have been reviewed and determined not to be critical for supporting the agency’s core programs. Eliminated positions are primarily from the Weed Control, Insect Pest Prevention, and Pesticides programs. Vacancies include four full-time positions and 17 part-time seasonal positions. The package reduces Lottery Funds by \$126,336, Other Funds expenditure limitation by \$571,640, Federal Funds expenditure limitation by \$253,314, and eliminates 21 positions (8.99 full-time equivalents).

The subcommittee approved Package 810 – Analyst Adjustments. This package eliminates General Fund and dedicated Lottery Funds support for the Oregon Invasive Species Council due to Lottery Fund constraints contained in Ballot Measure 76, which limit state agency expenditures of dedicated Lottery Funds. General Fund support is reduced due to statewide General Fund constraints. The package reduces General Fund by \$16,401 and Lottery Funds by \$76,997.

The subcommittee approved Package 811 – Position Alignment Actions to implement the following: Reclassify a Soil and Water Conservation District management position, Principal Executive / Manager D, down to a represented Natural Resource Specialist 4; supervisory and budget management responsibilities will be transferred to an existing management position. Abolish two vacant half-time positions in the Pesticide Analytical and Response Center (PARC), a Natural Resource Specialist 3 and an Office Specialist 2. The abolishment of the two positions requires a transfer of the Personal Services limitation to Services and Supplies because the agency has historically used the limitation from the two positions to contract with scientific experts for PARC cases. The package reduces Lottery Funds by \$12,105 and eliminates two positions (0.96 full-time equivalent).

The subcommittee approved Package 813 – Move Weed Control Grants to OWEB. This package is a technical adjustment that moves Measure 76 Lottery Funds expenditure limitation for weed control grants made by the Weed Board to the Oregon Watershed Enhancement Board (OWEB). The Governor’s budget has these grants being funded out of the 65 percent of Measure 76 dedicated Lottery Funds that cannot be expended by a state agency other than OWEB; therefore, the expenditure limitation needs to be moved to OWEB to allow these grants to be funded out of the capital grant fund. The Department will still assist the operations of the Weed Board and then forward their grant recommendations to OWEB. The package reduces Lottery Funds by \$2,544,125.

The subcommittee approved Package 819 – Supplemental Statewide Ending Balance. This package includes, per the Co-Chairs’ budget plan, a supplemental statewide ending balance hold back adjustment. The result is about a 3.5 percent across-the-board reduction to an agency’s total biennial General Fund and/or Lottery Funds budget or approximately seven percent to be taken from the second year of the budget. The package reduces General Fund by \$110,997 and Lottery Funds by \$232,124.

#### Agricultural Development Policy Area

Agricultural Development Policy Area staff work with the agriculture industry to increase sales of Oregon products in the United States and abroad. The subcommittee approved a budget of \$3,451,049 General Fund, \$20,158 Lottery Funds (General Purpose), \$11,244,690 Other Funds, \$5,876,267 Federal Funds, and 130 positions (84.39 full-time equivalents).

The subcommittee approved Package 086 – Eliminate Inflation. This package is used on a statewide basis to eliminate standard and Attorney General inflation, and to adjust State Government Service Charges. The package reduces General Fund by \$21,070, Lottery Funds by \$430, Other Funds expenditure limitation by \$81,873, and Federal Funds expenditure limitation by \$69,339.

The subcommittee approved Package 087 – Personal Service Adjustments. This package reflects a 5.5 percent across-the-board reduction in total personal services expenditures from the Current Service Level budget. Final personal services decisions will be determined by policy decisions and future labor negotiations. The package reduces General Fund by \$132,594, Lottery Funds by \$340, Other Funds expenditure limitation by \$521,986, and Federal Funds expenditure limitation by \$59,364.

The subcommittee approved Package 090 – Analyst Adjustments. This package includes reductions made in accordance with the Governor’s Enterprise Budget for the Natural Resources policy area. The package reduces General Fund by \$207,755 and eliminates one position (1.08 full-time equivalents).

The subcommittee approved Package 092 – Fund Shifts/Sweeps. This package provides Other Funds revenues, expenditure limitation, and position authority necessary to offset Package 090 General Fund reductions. The package increases Other Funds expenditure limitation by \$216,000 and adds one position (1.08 full-time equivalents).

The subcommittee approved Package 200 – Agency Fees Adjusted Administratively. This package increases Other Funds revenues related to fee changes that were adopted administratively during the 2009-11 biennium. Ratification of these fee modifications is included in House Bill 5003.

The subcommittee approved Package 405 – Seed License Fee. This package provides Other Funds expenditure limitation associated with a proposed increase in wholesale seed dealer license fees contained in Senate Bill 121. The fee modifications contained in Senate Bill 121 are included in the Co-Chairs’ budget plan. The package increases Other Funds expenditure limitation by \$99,800.

The subcommittee approved Package 410 – Slow Pay / No Pay. This package provides Other Funds expenditure limitation associated with House Bill 2159 that would modify Oregon's seed law in several ways, including requiring a license to contract for production within Oregon. The package increases Other Funds expenditure limitation by \$22,523.



The subcommittee approved Package 415 – Certification Specialists. This package provides position authority and \$303,945 Other Funds expenditure limitation to add two permanent, full-time positions within the Commodity Inspection Division to provide sufficient capacity to meet industry demand for a variety of voluntary certifications. The positions are one Natural Resource Specialist 1 position (1.00 full-time equivalent) and one Administrative Specialist 1 position (1.00 full-time equivalent).

The subcommittee approved Package 801 – Targeted Statewide Adjustments. This package implements a statewide reduction action included in the Co-Chairs’ Budget, which is a 6.5 percent reduction from total General Fund and Lottery Funds Services and Supplies expenditures included in the Governor’s Recommended Budget. This package reduces General Fund by \$72,281 and Lottery Funds by \$1,049. This is in addition to Package 086, which eliminates most Services and Supplies inflation originally built into the budget.

During the discussion of the Lottery Funds reductions in to the County Fair Commission, the subcommittee received a letter from one of the Co-Chairs to the agency asking that the Director of the department become more actively involved in the oversight of the County Fair Commission.

The subcommittee approved Package 802 – Vacant Position Savings. This package eliminates primarily long-term vacant positions that have been reviewed and determined not to be critical for supporting the agency’s core programs. This package eliminates two seasonal Plant Health positions (1.50 full-time equivalents) that are vacant due to lack of Federal Funds. The package reduces Federal Funds expenditure limitation associated with the two positions by \$139,021.

The subcommittee approved Package 810 – Analyst Adjustments. This package adds three permanent full-time positions (2.75 full-time equivalents) and \$660,025 General Fund to the Ag Development and Marketing program to increase economic activity in the agriculture sector. The positions will find solutions and provide marketing opportunities for the state’s food and agriculture industry both domestically and internationally. The first position is an International Trade Manager. The second position is a Federal and International Trade and Certification Policy Specialist. Finally, the third position is a New Media Product Promotion and Placement Specialist. This enhancement is included in the Co-Chairs’ budget plan. These new positions are assumed to be filled by September 1, 2011; therefore, funding for the 2011-13 biennium is based on only 22 months.

The subcommittee approved Package 811 – Position Alignment Actions. Abolishes two Shipping Point Inspector 1 positions (1.96 full-time equivalents) and reclassifies two other Shipping Point Inspector 1 positions, one to a Natural Resource Specialist 1 and the other to a Natural Resource Specialist 2. Upward reclassification allows the two positions to be self-supervised. The package reduces Other Funds expenditure limitation by \$161,011.

The subcommittee approved Package 819 – Supplemental Statewide Ending Balance. This package includes, per the Co-Chairs’ budget plan, a supplemental statewide ending balance hold back adjustment. The result is about a 3.5 percent across-the-board reduction to an agency’s total biennial General Fund and/or Lottery Funds budget or approximately seven percent to be taken from the second year of the budget. The package reduces General Fund by \$126,797 and Lottery Funds by \$763.

The recommended budget for this agency includes a reduction of General and Lottery Funds for a supplemental ending balance. The reductions are explained in each of the program unit narratives (Package 819). The reduction is intended to be applied against spending levels in the second

year of the biennium and to not affect program delivery in the first year. To reinforce that intent, the agency's budget bill includes specific language allowing the agency to expend up to 54 percent of its total biennial General Fund appropriation in the first year of the biennium.

The amount of the reduction for the supplemental ending balance may be restored during the February 2012 session to the agency for the second year of the biennium depending on economic conditions. Therefore, the Co-Chairs of the Joint Committee on Ways and Means expect the agency director to closely monitor the quarterly revenue forecast and other economic indicators to gauge adequacy of funding in the second year and manage their budgets accordingly.

### **Summary of Performance Measure Action**

See attached Legislatively Adopted 2011-13 Key Performance Measures form.

**DETAIL OF JOINT COMMITTEE ON WAYS AND MEANS ACTION**

**HB 5002-A**

**Department of Agriculture  
Art Ayre -- (503) 378-3108**

DESCRIPTION	GENERAL FUND	LOTTERY FUNDS	OTHER FUNDS		FEDERAL FUNDS		TOTAL ALL FUNDS	POS	FTE
			LIMITED	NONLIMITED	LIMITED	NONLIMITED			
2009-11 Legislatively Approved Budget at March 2011 *	\$ 13,012,720	\$ 10,143,165	\$ 49,680,325	\$ 0	\$ 12,287,361	\$ 0	\$ 85,123,571	504	357.69
2011-13 ORBITS printed Current Service Level (CSL)*	\$ 15,586,409	\$ 10,766,321	\$ 50,408,598	\$ 0	\$ 12,718,208	\$ 0	\$ 89,479,536	501	354.41
2011-13 Governor's Recommended Budget*	\$ 11,939,880	\$ 9,463,296	\$ 54,574,473	\$ 0	\$ 12,665,265	\$ 0	\$ 88,642,914	506	359.89
<b>SUBCOMMITTEE ADJUSTMENTS (from GRB)</b>									
<u>Administration and Support Services</u>									
Package 110: Global Warming									
Personal Services	\$ 0	\$ 0	\$ 0	\$ 0	\$ (136,583)	\$ 0	\$ (136,583)	(1)	-1.00
Services and Supplies	\$ 0	\$ 0	\$ 0	\$ 0	\$ (40,469)	\$ 0	\$ (40,469)	0	0.00
Special Payments	\$ 0	\$ 0	\$ 0	\$ 0	\$ (150,000)	\$ 0	\$ (150,000)	0	0.00
Package 801: Targeted Statewide Adjustments									
Services and Supplies	\$ (8,898)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ (8,898)	0	0.00
Package 819: Supplemental Statewide Ending Balance									
Personal Services	\$ (24,947)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ (24,947)	0	0.00
Services and Supplies	\$ (4,756)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ (4,756)	0	0.00
<u>Food Safety Policy Area</u>									
Package 090: Analyst Adjustments									
Special Payments	\$ (100,000)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ (100,000)	0	0.00
Package 235: Animal Health Fee									
Services and Supplies	\$ 0	\$ 0	\$ (278,642)	\$ 0	\$ 0	\$ 0	\$ (278,642)	0	0.00
Package 240: Predator Control									
Special Payments	\$ 250,000	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 250,000	0	0.00
Package 801: Targeted Statewide Adjustments									
Services and Supplies	\$ (127,026)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ (127,026)	0	0.00
Package 802: Vacant Position Savings									
Personal Services	\$ 0	\$ 0	\$ (258,836)	\$ 0	\$ 0	\$ 0	\$ (258,836)	(11)	-2.73
Package 810: Analyst Adjustments									
Personal Services	\$ 396,847	\$ 0	\$ (396,847)	\$ 0	\$ 0	\$ 0	\$ 0	0	0.00
Services and Supplies	\$ 168,870	\$ 0	\$ (168,870)	\$ 0	\$ 0	\$ 0	\$ 0	0	0.00

\*Excludes Capital Construction Expenditures

DESCRIPTION	GENERAL FUND	LOTTERY FUNDS	OTHER FUNDS		FEDERAL FUNDS		TOTAL ALL FUNDS	POS	FTE	
			LIMITED	NONLIMITED	LIMITED	NONLIMITED				
Package 811: Position Alignment Actions										
Personal Services	\$ 0	\$ 0	\$ (107,763)	\$ 0	\$ 0	\$ 0	(107,763)	(1)	-1.04	
Package 819: Supplemental Statewide Ending Balance										
Personal Services	\$ (114,517)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	(114,517)	0	0.00	
Services and Supplies	\$ (71,115)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	(71,115)	0	0.00	
Special Payments	\$ (8,878)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	(8,878)	0	0.00	
<u>Natural Resources Policy Area</u>										
Package 090: Analyst Adjustments										
Personal Services	\$ 5,503	\$ 0	\$ (458,214)	\$ 0	\$ 0	\$ 0	(452,711)	(1)	-1.17	
Services and Supplies	\$ 147,188	\$ 0	\$ (388,434)	\$ 0	\$ 0	\$ 0	(241,246)	0	0.00	
Special Payments	\$ (152,691)	\$ 0	\$ (48,279)	\$ 0	\$ 0	\$ 0	(200,970)	0	0.00	
Package 300: Monitoring Ag Water Quality Program Effectiveness (one-time funding from PCSRF)										
Personal Services - Limited Duration Positions	\$ 0	\$ 0	\$ 452,711	\$ 0	\$ 0	\$ 0	452,711	3	3.00	
Services and Supplies	\$ 0	\$ 0	\$ 244,046	\$ 0	\$ 0	\$ 0	244,046	0	0.00	
Special Payments	\$ 0	\$ 0	\$ 200,970	\$ 0	\$ 0	\$ 0	200,970	0	0.00	
Package 330: NPDES										
Personal Services	\$ 0	\$ 0	\$ (366,303)	\$ 0	\$ 0	\$ 0	(366,303)	(3)	-3.00	
Services and Supplies	\$ 0	\$ 0	\$ (109,613)	\$ 0	\$ 0	\$ 0	(109,613)	0	0.00	
Capital Outlay	\$ 0	\$ 0	\$ (25,000)	\$ 0	\$ 0	\$ 0	(25,000)	0	0.00	
Package 801: Targeted Statewide Adjustments										
Services and Supplies	\$ (18,393)	\$ (113,783)	\$ 0	\$ 0	\$ 0	\$ 0	(132,176)	0	0.00	
Package 802: Vacant Position Savings										
Personal Services	\$ 0	\$ (126,336)	\$ (571,640)	\$ 0	\$ (253,314)	\$ 0	(951,290)	(21)	-8.99	
Package 810: Analyst Adjustments										
Services and Supplies	\$ (16,401)	\$ (76,997)	\$ 0	\$ 0	\$ 0	\$ 0	(93,398)	0	0.00	
Package 811: Position Alignment Actions										
Personal Services	\$ 0	\$ (12,105)	\$ (143,129)	\$ 0	\$ 0	\$ 0	(155,234)	(2)	-0.96	
Services and Supplies	\$ 0	\$ 0	\$ 143,129	\$ 0	\$ 0	\$ 0	143,129	0	0.00	
Package 813: Move Weed Control Grants to OWEB										
Special Payments	\$ 0	\$ (2,544,125)	\$ 0	\$ 0	\$ 0	\$ 0	(2,544,125)	0	0.00	
Package 819: Supplemental Statewide Ending Balance										
Personal Services	\$ (95,373)	\$ (170,620)	\$ 0	\$ 0	\$ 0	\$ 0	(265,993)	0	0.00	
Services and Supplies	\$ (15,624)	\$ (61,504)	\$ 0	\$ 0	\$ 0	\$ 0	(77,128)	0	0.00	

DESCRIPTION	GENERAL FUND	LOTTERY FUNDS	OTHER FUNDS		FEDERAL FUNDS		TOTAL ALL FUNDS	POS	FTE	
			LIMITED	NONLIMITED	LIMITED	NONLIMITED				
<u>Agricultural Development Policy Area</u>										
Package 801: Targeted Statewide Adjustments										
Services and Supplies	\$ (72,281)	\$ (1,049)	\$ 0	\$ 0	\$ 0	\$ 0	\$ (73,330)	0	0.00	
Package 802: Vacant Position Savings										
Personal Services	\$ 0	\$ 0	\$ 0	\$ 0	\$ (139,021)	\$ 0	\$ (139,021)	(2)	-1.50	
Package 810: Analyst Adjustments										
Personal Services	\$ 457,232	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 457,232	3	2.75	
Services and Supplies	\$ 202,793	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 202,793	0	0.00	
Package 811: Position Alignment Actions										
Personal Services	\$ 0	\$ 0	\$ (161,011)	\$ 0	\$ 0	\$ 0	\$ (161,011)	(2)	-1.96	
Package 819: Supplemental Statewide Ending Balance										
Personal Services	\$ (89,950)	\$ (203)	\$ 0	\$ 0	\$ 0	\$ 0	\$ (90,153)	0	0.00	
Services and Supplies	\$ (36,847)	\$ (560)	\$ 0	\$ 0	\$ 0	\$ 0	\$ (37,407)	0	0.00	
<b>TOTAL ADJUSTMENTS</b>	<b>\$ 670,736</b>	<b>\$ (3,107,282)</b>	<b>\$ (2,441,725)</b>	<b>\$ 0</b>	<b>\$ (719,387)</b>	<b>\$ 0</b>	<b>\$ (5,597,658)</b>	<b>(38)</b>	<b>(16.60)</b>	
<b>SUBCOMMITTEE RECOMMENDATION *</b>	<b>\$ 12,610,616</b>	<b>\$ 6,356,014</b>	<b>\$ 52,132,748</b>	<b>\$ 0</b>	<b>\$ 11,945,878</b>	<b>\$ 0</b>	<b>\$ 83,045,256</b>	<b>468</b>	<b>343.29</b>	
% Change from 2009-11 Leg Approved Budget	-3.1%	-37.3%	4.9%	0.0%	-2.8%	0.0%	-2.4%	-7.1%	-4.0%	
% Change from 2011-13 Current Service Level	-19.1%	-41.0%	3.4%	0.0%	-6.1%	0.0%	-7.2%	-6.6%	-3.1%	
% Change from 2011-13 Gov's Recommended Budget	5.6%	-32.8%	-4.5%	0.0%	-5.7%	0.0%	-6.3%	-7.5%	-4.6%	

\*Excludes Capital Construction Expenditures

## Legislatively Approved 2011-2013 Key Performance Measures

Agency: AGRICULTURE, DEPARTMENT of

Mission: The Oregon Department of Agriculture has a threefold mission: 1) Ensure Food Safety and Provide Consumer Protection; 2) Protect Agricultural Natural Resources; and 3) Promote Economic Development in the Agricultural Industry.

Legislatively Proposed KPMs	Customer Service Category	Agency Request	Most Current Result	Target 2012	Target 2013
1 - Food Safety - Ensure high levels of compliance with each of the ten risk factors identified by Centers for Disease Control in retail stores.		Approved KPM	95.69	92.00	92.00
2 - Motor Fuel - Percent of motor fuel samples found in compliance with posted octane levels.		Approved KPM	99.59	98.40	98.40
3 - Top 100 Exclusions - Percent of plant pests, diseases, or weeds on the Oregon 100 Most Dangerous Invaders list successfully excluded each year.		Approved KPM	99.00	100.00	100.00
4 - Noxious Weed Control - Percentage of state-listed noxious weeds successfully excluded from the state or with stable or decreasing populations.		Approved KPM	74.00	70.00	70.00
5 - T&E Plants - Percent of listed T&E plants with stable or increasing populations as a result of department management and recovery efforts.		Approved KPM		24.00	24.00
6 - Pesticide Investigations - Percent of pesticide investigations that result in enforcement actions.		Approved KPM	26.70	20.00	20.00
7 - Non-traditional production certification - Number of acres certified where the Department of Agriculture provided technical assistance or auditing services.		Approved KPM	71,154.00	25,000.00	25,000.00
8 - Trade Activities - Sales as a result of trade activities with Oregon producers and processors.		Approved KPM	\$2,600,000.	\$2,000,000.	\$2,000,000.
9 - Ag Employment - Number of jobs saved or created as a result of activities to retain or expand existing Oregon agricultural and food processing capacity. Measured in numbers of jobs based on telephone and email surveys of companies assisted.		Approved KPM	145.00	160.00	160.00

Agency: AGRICULTURE, DEPARTMENT of

Mission: The Oregon Department of Agriculture has a threefold mission: 1) Ensure Food Safety and Provide Consumer Protection; 2) Protect Agricultural Natural Resources; and 3) Promote Economic Development in the Agricultural Industry.

Legislatively Proposed KPMs	Customer Service Category	Agency Request	Most Current Result	Target 2012	Target 2013
10 - CAFOs - Percent of permitted Oregon Confined Animal Feeding Operations (CAFOs) found to be in compliance with their permit during annual inspections.		Approved KPM	87.00	90.00	90.00
11 - Smoke Management - No increase above 2002 levels in hours of 'significant smoke intrusions' due to field burning in key cities in the Willamette Valley as measured by nephelometer readings.		Approved KPM	6.00	8.00	8.00
12 a - Water Quality - Percent of monitored stream sites associated with predominantly agriculture use with significantly increasing trends in water quality.		Approved KPM	11.00	33.00	33.00
12 b - Water Quality - Percent of monitored stream sites associated with predominantly agriculture use with water quality in good to excellent condition.		Approved KPM	58.00	60.00	60.00
12 c - Water Quality - Percent of monitored stream sites associated with predominantly agriculture use with decreasing trends in water quality.		Approved KPM	17.00	8.00	8.00
13 - Customer Service - Percent of customers rating their satisfaction with the agency's customer service as "good" or "excellent": overall customer service, timeliness, accuracy, helpfulness, expertise and availability of information.	Accuracy	Approved KPM	96.40	90.00	90.00
13 - Customer Service - Percent of customers rating their satisfaction with the agency's customer service as "good" or "excellent": overall customer service, timeliness, accuracy, helpfulness, expertise and availability of information.	Availability of Information	Approved KPM	93.70	90.00	90.00
13 - Customer Service - Percent of customers rating their satisfaction with the agency's customer service as "good" or "excellent": overall customer service, timeliness, accuracy, helpfulness, expertise and availability of information.	Expertise	Approved KPM	96.00	90.00	90.00
13 - Customer Service - Percent of customers rating their satisfaction with the agency's customer service as "good" or "excellent": overall customer service, timeliness, accuracy, helpfulness, expertise and availability of information.	Helpfulness	Approved KPM	96.60	90.00	90.00

Agency: AGRICULTURE, DEPARTMENT of

Mission: The Oregon Department of Agriculture has a threefold mission: 1) Ensure Food Safety and Provide Consumer Protection; 2) Protect Agricultural Natural Resources; and 3) Promote Economic Development in the Agricultural Industry.

Legislatively Proposed KPMs	Customer Service Category	Agency Request	Most Current Result	Target 2012	Target 2013
13 - Customer Service - Percent of customers rating their satisfaction with the agency's customer service as "good" or "excellent": overall customer service, timeliness, accuracy, helpfulness, expertise and availability of information.	Overall	Approved KPM	95.30	90.00	90.00
13 - Customer Service - Percent of customers rating their satisfaction with the agency's customer service as "good" or "excellent": overall customer service, timeliness, accuracy, helpfulness, expertise and availability of information.	Timeliness	Approved KPM	94.30	90.00	90.00

LFO Recommendation:

Look for new measure for weights & measures to replace KPM 2 "Motor Fuel". Rework or delete KPM 7 "Non-traditional production certification". Adjust targets for KPMs 1, 4, 6, & 10.

Sub-Committee Action:

Approved the LFO recommendations