

**76th OREGON LEGISLATIVE ASSEMBLY – 2011 Regular Session
BUDGET REPORT AND MEASURE SUMMARY**

MEASURE: SB 5503-A

Carrier – House: Rep. Kotek

Carrier – Senate: Sen. Winters

JOINT COMMITTEE ON WAYS AND MEANS

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

Vote: 23 – 0 – 2

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

– Nays:

– Exc: Freeman

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

– Nays:

– Exc: Bates

Prepared By: Jim Carbone, Department of Administrative Services

Reviewed By: John Borden, Legislative Fiscal Office

Meeting Date: May 6, 2011

Agency
Oregon Commission for the Blind

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Biennium
2011-13

Budget Summary

	2009-11 Legislatively Approved Budget (1)	2011-13 Current Service Level	2011-13 Governor's Budget	2011-13 Committee Recommendation	Committee Change from 2009-11 Leg Approved	
					\$ change	% change
General Fund	\$ 1,339,094	\$ 1,616,409	\$ 1,208,534	\$ 1,149,549	\$ (189,545)	-14.2%
Other Funds	2,672,619	2,678,098	2,799,193	2,952,157	279,538	10.5%
Federal Funds	11,651,863	12,221,553	11,727,961	11,574,135	(77,728)	-0.7%
Total	\$ 15,663,576	\$ 16,516,060	\$ 15,735,688	\$ 15,675,841	\$ 12,265	0.1%

Position Summary

Authorized positions	51	48	50	48	(3)
Full-time equivalent positions (FTE)	47.60	44.60	46.60	44.60	(3.00)

(1) Includes adjustments through March 2011

* Excludes Capital Construction expenditures

Summary of Revenue Changes

The Commission receives formula and special grants from the U.S. Department of Education, Rehabilitation Services Administration. These grants must be matched, using General Fund and Other Funds. The Subcommittee's approved budget backfills some General Fund reductions with additional spending out of the Other Funds donations account so that the loss of federal revenues will be minimized or avoided.

Summary of Human Services Subcommittee Action

The Commission for the Blind's mission is to assist blind Oregonians in making informed choices and decisions to achieve full inclusion and integration in society through employment, independent living, and social self-sufficiency.

The Subcommittee approved a 2011-13 budget of \$15,675,841 Total Funds which is 0.08 percent above the 2009-11 Legislatively Approved Budget.

All statewide personal services reductions, elimination of inflationary adjustments, and fund shifts that were included in the Governor's budget were approved by the Subcommittee. In addition, the following policy packages were approved:

Policy Package 085 – This package in the Governor's budget continues the June 2010 General Fund allotment reductions through the entire 2011-13 biennium. The Subcommittee approved moving these reductions from the Personal Services expenditure category into the Services & Supplies category in the following program units: Administrative Services, Business Enterprises, and Orientation Center for the Blind. In addition, the reductions in Administrative Services and the Orientation Center for the Blind were increased.

Policy Package 801 – Targeted Statewide Adjustments – This package reduces General Fund Services & Supplies expenditures by an additional 6.5 percent.

Policy Package 810 – LFO Analyst Adjustments – This package reduces the Facilities Rental line item to account for savings that have been negotiated by the Commission.

Policy Package 811 – Federal Match – This package increases Other Funds expenditure limitation in order to meet the federal matching funds requirement. The revenue source to support this expenditure is the Commission's donations account.

Policy Package 812 – Federal Maintenance of Effort - This package increases Other Funds expenditure limitation in order to meet the federal maintenance of effort requirement. The revenue source to support this expenditure is the Commission's donations account.

Policy Package 819 – Supplemental Statewide Ending Balance – The recommended budget for this agency includes a reduction of General Fund for a supplemental ending balance. 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. Federal Funds expenditure limitation has also been reduced to recognize the impact of lowering matching funds.

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. The Blind Commission will work with the Department of Administrative Services and the Legislative Fiscal Office to conduct a review of its existing KPMs and report back to the 2013 Legislative session on its recommendations.

DETAIL OF JOINT COMMITTEE ON WAYS AND MEANS ACTION

SB 5503-A

**Oregon Commission for the Blind
Jim Carbone --- 378-3619**

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 *	\$1,339,094	\$0	\$2,672,619	\$0	\$11,651,863	\$0	\$15,663,576	51	47.60
2011-13 ORBITS printed Current Service Level (CSL)*	\$1,616,409	\$0	\$2,678,098	\$0	\$12,221,553	\$0	\$16,516,060	48	44.60
2011-13 Governor's Recommended Budget *	\$1,208,534	\$0	\$2,799,193	\$0	\$11,727,961	\$0	\$15,735,688	50	46.60
SUBCOMMITTEE ADJUSTMENTS (from GRB)									
SCR 001 - Administrative Services									
Package 085 Allotment Reduction ROLL-ups									
Personal Services	2,296	0	0	0	0	0	2,296	0	0.00
Services & Supplies	(2,296)	0	0	0	0	0	(2,296)		
Package 102 Management Reclassification (Delete)									
Personal Services	0	0	(1,863)	0	(6,884)	0	(8,747)	0	0.00
Services & Supplies	0	0	1,863	0	6,884	0	8,747		
Package 801 Targeted Statewide Adjustments									
Services & Supplies	(1,514)	0	0	0	0	0	(1,514)	0	0.00
Package 819 Supplemental Statewide Ending Balance									
Services & Supplies	(8,270)	0	0	0	(30,511)	0	(38,781)	0	0.00
SCR 002 - Rehabilitative Services									
Package 102 Management Reclassification (Delete)									
Personal Services	(2,838)	0	0	0	(13,826)	0	(16,664)	0	0.00
Services & Supplies	2,838	0	0	0	13,826	0	16,664		
Package 103 Rehabilitation Instructor (Delete)									
Special Payments	26,617	0	0	0	0	0	26,617	0	0.00
Package 104 Operations & Policy Analyst (Delete)									
Personal Services	0	0	(29,092)	0	(107,491)	0	(136,583)	(1)	(1.00)
Services & Supplies	0	0	0	0	107,491	0	107,491		
Package 801 Targeted Statewide Adjustments									
Services & Supplies	(494)	0	0	0	0	0	(494)	0	0.00
Package 811 Federal Match									
Services & Supplies	0	0	137,719	0	0	0	137,719	0	0.00

DESCRIPTION	GENERAL FUND	LOTTERY FUNDS	OTHER FUNDS		FEDERAL FUNDS		TOTAL ALL FUNDS	POS	FTE
			LIMITED	NONLIMITED	LIMITED	NONLIMITED			
Package 812 Federal MOE Services & Supplies	0	0	44,337	0	0	0	44,337	0	0.00
Package 819 Supplemental Statewide Ending Balance Services & Supplies	(9,942)	0	0	0	(68,721)	0	(78,663)	0	0.00
Special Payments	(8,685)	0	0	0	0	0	(8,685)	0	0.00
SCR 003 - Business Enterprises									
Package 102 Management Reclassification (Delete) Personal Services	16	0	(1,578)	0	(5,774)	0	(7,336)	0	0.00
Services & Supplies	0	0	1,578	0	5,774	0	7,352		
Package 085 2009-11 Allotment Reduction roll-ups Personal Services	390	0	0	0	0	0	390	0	0.00
Services & Supplies	(780)	0	0	0	0	0	(780)		
Package 801 Targeted Statewide Adjustments Services & Supplies	(758)	0	0	0	0	0	(758)	0	0.00
Package 819 Supplemental Statewide Ending Balance Services & Supplies	(1,754)	0	0	0	(6,473)	0	(8,227)	0	0.00
SCR 005 - Orientation Cntr for the Blind									
Package 102 Management Reclassification (Delete) Personal Services	(1,686)	0	0	0	(6,231)	0	(7,917)	0	0.00
Services & Supplies	1,686	0	0	0	6,231	0	7,917		
Package 103 Rehabilitation Instructor (Delete) Personal Services	(25,153)	0	0	0	(92,938)	0	(118,091)	(1) #	(1.00)
Special Payments	0	0	0	0	92,938	0	92,938		
Package 085 2009-11 Allotment Reduction roll-ups Personal Services	2,859	0	0	0	0	0	2,859	0	0.00
Services & Supplies	(5,718)	0	0	0	0	0	(5,718)		
Package 801 Targeted Statewide Adjustments Services & Supplies	(6,356)	0	0	0	0	0	(6,356)	0	0.00
Package 810 LFO Analyst Adjustments (Facilities Rent) Services & Supplies	(6,400)	0	0	0	0	0	(6,400)	0	0.00
Package 819 Supplemental Statewide Ending Balance Services & Supplies	(13,043)	0	0	0	(48,121)	0	(61,164)	0	0.00

DESCRIPTION	GENERAL FUND	LOTTERY FUNDS	OTHER FUNDS		FEDERAL FUNDS		TOTAL ALL FUNDS	POS	FTE
			LIMITED	NONLIMITED	LIMITED	NONLIMITED			
TOTAL ADJUSTMENTS	(\$58,985)	\$0	\$152,964	\$0	(\$153,826)	\$0	(\$59,847)	(2)	(2.00)
SUBCOMMITTEE RECOMMENDATION *	<u>\$1,149,549</u>	<u>\$0</u>	<u>\$2,952,157</u>	<u>\$0</u>	<u>\$11,574,135</u>	<u>\$0</u>	<u>\$15,675,841</u>	<u>48</u>	<u>44.60</u>
% Change from 2009-11 Leg Approved Budget	-14.2%	0.0%	10.5%	0.0%	-0.7%	0.0%	0.1%	-5.9%	-6.3%
% Change from 2011-13 Current Service Level	-28.9%	0.0%	10.2%	0.0%	-5.3%	0.0%	-5.1%	0.0%	0.0%
% Change from 2011-13 Governor's Recommended Budget	-4.9%	0.0%	5.5%	0.0%	-1.3%	0.0%	-0.4%	-4.0%	-4.3%

* Excludes Capital Construction Expenditures

Legislatively Proposed 2011-2013 Key Performance Measures

Agency: BLIND, COMMISSION for the

Mission: To assist blind Oregonians in making informed choices and decisions to achieve full inclusion and integration in society through employment, independent living, and social self-sufficiency.

Legislatively Proposed KPMs	Customer Service Category	Agency Request	Most Current Result	Target 2012	Target 2013
1 - EMPLOYMENT- Percentage of individuals who enter into individualized plans for employment in the vocational rehabilitation program who are successful in reaching their outcome.		Approved KPM	80.00	85.00	85.00
2 - INDEPENDENT LIVING- Percentage of older individuals who complete independent living services who self assess as having an increase in confidence, skills, and abilities.		Approved KPM	80.00	85.00	85.00
3 - CUSTOMER SERVICE - Percent of customers rating their satisfaction with the agency's customer service as "good" or "excellent": overall, timeliness, accuracy, helpfulness, expertise, availability of information.	Accuracy	Approved KPM	93.60	96.50	96.50
3 - CUSTOMER SERVICE - Percent of customers rating their satisfaction with the agency's customer service as "good" or "excellent": overall, timeliness, accuracy, helpfulness, expertise, availability of information.	Availability of Information	Approved KPM	95.20	96.50	96.50
3 - CUSTOMER SERVICE - Percent of customers rating their satisfaction with the agency's customer service as "good" or "excellent": overall, timeliness, accuracy, helpfulness, expertise, availability of information.	Expertise	Approved KPM	95.20	96.50	96.50
3 - CUSTOMER SERVICE - Percent of customers rating their satisfaction with the agency's customer service as "good" or "excellent": overall, timeliness, accuracy, helpfulness, expertise, availability of information.	Helpfulness	Approved KPM	93.60	96.50	96.50
3 - CUSTOMER SERVICE - Percent of customers rating their satisfaction with the agency's customer service as "good" or "excellent": overall, timeliness, accuracy, helpfulness, expertise, availability of information.	Overall	Approved KPM	96.80	96.50	96.50

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Legislatively Proposed KPMs	Customer Service Category	Agency Request	Most Current Result	Target 2012	Target 2013
3 - CUSTOMER SERVICE - Percent of customers rating their satisfaction with the agency's customer service as "good" or "excellent": overall, timeliness, accuracy, helpfulness, expertise, availability of information.	Timeliness	Approved KPM	92.00	96.50	96.50
4 - BEST PRACTICES - Percent of total best practices met by the Commission.		Approved KPM	100.00	100.00	100.00

LFO Recommendation:

LFO recommends approval of the Board's Key Performance Measures and updated targets with the following instruction: The Commission will work with the Department of Administrative Services and the Legislative Fiscal Office to conduct a review of the Commission's KPMs and report back to the 2013 Legislative session on its recommendations.

Sub-Committee Action:

Approved the LFO recommendation.