

REVENUE: No revenue impact

FISCAL: Fiscal statement issued

Action:	Without Recommendation as to Passage and Be Referred to the Committee on Ways and Means by prior reference
Vote:	8 - 0 - 0
Yeas:	Cameron, Clem, Conger, Matthews, Sheehan, Smith J., Holvey, Whisnant
Nays:	0
Exc.:	0
Prepared By:	Jan Nordlund, Administrator
Meeting Dates:	4/7, 4/20

WHAT THE MEASURE DOES: Directs Department of Administrative Services (DAS) and Governor to submit continuous improvement level state budget based on performance measure management and performance measurement techniques. Specifies content of budget. Allows Joint Ways and Means, Emergency Board, and Legislative Fiscal Office to review performance management and performance measurement processes for services contracted by state agencies and school districts. Directs Governor and Chief Justice to submit a comprehensive plan to the Legislative Assembly by December 31, 2011. Declares an emergency, effective on passage.

ISSUES DISCUSSED:

- Leverage techniques used in private sector
- Interest in this method by current Governor and DAS director
- Key metrics reviewed by Joint Ways and Means Committee
- Use of key performance measures in Oregon since 2005

EFFECT OF COMMITTEE AMENDMENT: No amendment.

BACKGROUND: Under current law, it is stated that the Legislative Assembly believes that state government must allocate resources for effective and efficient delivery of public services by clearly identifying desired results; setting priorities; assigning accountability; and measuring, reporting, and evaluating outcomes to determine future allocations. House Bill 3575 adds the requirement that the state shall use a continuous improvement level budgeting process.