
MEMORANDUM

Legislative Fiscal Office
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To: Natural Resources Subcommittee

From: Linda Gilbert, Legislative Fiscal Office
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Date: May 9, 2013

Subject: Department of Geology and Mineral Industries
Work Session Recommendations

DOGAMI – Agency Totals

	2009-11 Actual	2011-13 Legislatively Approved	2013-15 Current Service Level	2013-15 LFO Recommended
General Fund	\$2,675,269	\$2,464,702	\$2,638,699	\$2,575,953
Lottery Funds	499,999	0	0	0
Other Funds	7,733,956	9,034,864	4,192,866	7,848,295
Federal Funds	3,492,611	5,268,289	3,050,661	4,308,092
Total Funds	\$14,401,835	\$16,767,855	\$9,882,226	\$14,732,340
Positions	44	53	35	50
FTE	40.74	48.57	34.20	49.20

Attached are the recommendations from the Legislative Fiscal Office for the Department of Geology and Mineral Industries. It contains the following:

- Standard adjustments for inflation; State Government Service Charges; and reductions for statewide administrative savings and savings anticipated from PERS reforms.
- Expenditure limitation for continuing Lidar contract work as well as positions to support the projects.
- Expenditure limitation for hazard mapping and an associated mix of limited duration (10) and permanent (1) positions.
- Expenditure limitation for one position (1.00 FTE) for Mined Land permit coordination work.

Adjustments to Current Service Level:

See attached "Work Session Presentation Report" dated 4/25/13.

Accept LFO Recommendation

Move the LFO recommendation on HB 5014.

Performance Measures

See attached Legislatively Proposed 2013-15 Key Performance Measures (HB 5014 KPM Report).

Accept LFO Recommendation

Move the LFO recommendation on Key Performance Measures

Recommended Changes to Appropriation Bill:

The Legislative Fiscal Office recommends a budget of \$2,575,953 General Fund, \$7,848,295 Other Funds, \$4,308,092 Federal Funds, and 50 positions (49.20 FTE).

HB 5014 Final Subcommittee Action:

Final Motion:

Move HB 5014 to the full committee with a “do pass” recommendation

	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
2011-13 Agy. Leg. Adopted	2,465,906	-	7,246,479	3,558,985	-	-	13,271,370	43	42.20
2011-13 Ebds, SS & Admin Act	(1,204)	-	1,788,385	1,709,304	-	-	3,496,485	10	6.37
Ways & Means Actions	-	-	-	-	-	-	-	-	-
2011-13 Leg Approved Budget	2,464,702	-	9,034,864	5,268,289	-	-	16,767,855	53	48.57
2011-13 Leg Approved Budget (Base)	2,464,702	-	9,034,864	5,268,289	-	-	16,767,855	53	48.57
Summary of Base Adjustments	149,657	-	(565,120)	(1,202,117)	-	-	(1,617,580)	(18)	(14.37)
2013-15 Base Budget	2,614,359	-	8,469,744	4,066,172	-	-	15,150,275	35	34.20
010: Non-PICS Pers Svc/Vacancy Factor	(1,872)	-	122	8,839	-	-	7,089	-	-
020: Phase In / Out Pgm & One-time Cost	-	-	(4,326,125)	(1,067,930)	-	-	(5,394,055)	-	-
030: Inflation & Price List Adjustments	26,212	-	49,125	43,580	-	-	118,917	-	-
2013-15 Current Service Level	2,638,699	-	4,192,866	3,050,661	-	-	9,882,226	35	34.20
Adjusted 2013-15 Current Service Level	2,638,699	-	4,192,866	3,050,661	-	-	9,882,226	35	34.20
Total LFO Recommended Packages	(62,746)	-	3,655,429	1,257,431	-	-	4,850,114	15	15.00
2013-15 Legislative Actions	2,575,953	-	7,848,295	4,308,092	-	-	14,732,340	50	49.20
Net change from 2011-13 Leg Approved Budget	111,251	-	(1,186,569)	(960,197)	-	-	(2,035,515)	(3)	0.63
Percent change from 2011-13 Leg Approved Budget	4.5%	0.0%	(13.1%)	(18.2%)	0.0%	0.0%	(12.1%)	(5.7%)	1.3%
Net change from 2013-15 Current Service Level	(62,746)	-	3,655,429	1,257,431	-	-	4,850,114	15	15.00
Percent change from 2013-15 Current Service Level	(2.4%)	0.0%	87.2%	41.2%	0.0%	0.0%	49.1%	42.9%	43.9%

	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
2011-13 Agy. Leg. Adopted	2,465,906	-	4,989,033	3,558,985	-	-	11,013,924	32	31.71
2011-13 Ebds, SS & Admin Act	(1,204)	-	1,788,385	1,709,304	-	-	3,496,485	10	6.37
Ways & Means Actions	-	-	-	-	-	-	-	-	-
2011-13 Leg Approved Budget	2,464,702	-	6,777,418	5,268,289	-	-	14,510,409	42	38.08
2011-13 Leg Approved Budget (Base)	2,464,702	-	6,777,418	5,268,289	-	-	14,510,409	42	38.08
Summary of Base Adjustments	149,657	-	(515,083)	(1,202,117)	-	-	(1,567,543)	(17)	(13.37)
2013-15 Base Budget	2,614,359	-	6,262,335	4,066,172	-	-	12,942,866	25	24.71
010: Non-PICS Pers Svc/Vacancy Factor	(1,872)	-	(669)	8,839	-	-	6,298	-	-
020: Phase In / Out Pgm & One-time Cost	-	-	(4,326,125)	(1,067,930)	-	-	(5,394,055)	-	-
030: Inflation & Price List Adjustments	26,212	-	31,725	43,580	-	-	101,517	-	-
2013-15 Current Service Level	2,638,699	-	1,967,266	3,050,661	-	-	7,656,626	25	24.71
Adjusted 2013-15 Current Service Level	2,638,699	-	1,967,266	3,050,661	-	-	7,656,626	25	24.71
Total LFO Recommended Packages	(62,746)	-	3,598,057	1,257,431	-	-	4,792,742	14	14.00
2013-15 Legislative Actions	2,575,953	-	5,565,323	4,308,092	-	-	12,449,368	39	38.71
Net change from 2011-13 Leg Approved Budget	111,251	-	(1,212,095)	(960,197)	-	-	(2,061,041)	(3)	0.63
Percent change from 2011-13 Leg Approved Budget	4.5%	0.0%	(17.9%)	(18.2%)	0.0%	0.0%	(14.2%)	(7.1%)	1.7%
Net change from 2013-15 Current Service Level	(62,746)	-	3,598,057	1,257,431	-	-	4,792,742	14	14.00
Percent change from 2013-15 Current Service Level	(2.4%)	0.0%	182.9%	41.2%	0.0%	0.0%	62.6%	56.0%	56.7%

	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
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Package 091 Statewide Administrative Savings

Package Description This package is a placeholder for administrative efficiencies in finance, information technology, human resources, accounting, payroll, and procurement expenditures. The Executive Branch had intended for these reductions to be specified in the Governor’s 2013-15 recommended budget. They will continue to work on details of these reductions and report back during the 2014 session.

LFO Recommendation

LFO Recommended	(11,156)	-	(47,562)	-	-	-	(58,718)	-	-
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	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
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Package 092 PERS Taxation Policy

Package Description This package reflects the policy change in SB 822 that eliminates the increased retirement benefits resulting from Oregon income taxation of payments if the person receiving payments does not pay Oregon income tax on those benefits and is not an Oregon resident. This change reduces state employer contribution rates by approximately 0.30%.

LFO Recommendation

LFO Recommended	(5,738)	-	(4,213)	(7,026)	-	-	(16,977)	-	-
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	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
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Package 093 Other PERS Adjustments

Package Description This package reflects the policy change in SB 822 that modifies the cost-of-living adjustment under the Public Employees Retirement System. This change reduces state employer contribution rates by approximately 2.2%.

An administrative action by the PERS Board, as directed by a budget note in the SB 822 budget report, will reduce state employer contribution rates by up to an additional 1.9%. However, no employer rate is reduced below its 2011-13 biennium rate.

LFO Recommendation

LFO Recommended	(45,852)	-	(33,662)	(56,145)	-	-	(135,659)	-	-
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	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
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Package 101 Oregon Lidar Data Acquisition Program

Package Description This package provides expenditure limitation for Lidar (light detection and ranging) projects that map the surface of the earth at a high level of detail. Anticipated work is 6,000 square miles. The Governor's budget reduced the budgeted PERS employer rate, consistent with the PERS Board most recent calculation.

LFO Recommendation LFO recommends three positions and 3.40 FTE, with the ISS6, FA1, and PEM-C (0.40 FTE) as permanent and the Cartographer as limited duration. The PEM-C is also in Package 102 at 0.60 FTE. As of April, 2013, the agency reports having \$3.7 million in contract work lined up in 2013-15. If the agency identifies additional work during the biennium, additional expenditure limitation can be provided during the 2014 Legislative Session or by the Emergency Board.

LFO Recommended	-	-	3,510,728	-	-	-	3,510,728	3	3.40
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	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
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Package 102 Flooding Hazards Assessment Program

Package Description This package adds position authority and both Federal Funds and Other Funds expenditure limitation to systematically inventory, map exposure to, and perform risk analyses of river and coastal flooding, erosion, migration, and tsunami inundation and of winter-storm-induced rapidly moving landslides.

The analyst has modified this package to reflect a reduction in the budgeted PERS employer rate of 55-60 basis points by the PERS Board.

LFO Recommendation Approve 10 positions, 10.00 FTE as limited duration. Approve one position, 0.60 FTE as permanent. This is the PEM-C also in the Lidar Package (101) as 0.40 FTE.

LFO Recommended	-	-	172,766	1,320,602	-	-	1,493,368	11	10.60
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	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
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Package 810 LFO Analyst Adjustments

Package Description One Lottery dollar appears in beginning balance. This package eliminates the dollar.

LFO Recommendation

LFO Recommended	-	-	-	-	-	-	-	-	-
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	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
2011-13 Agy. Leg. Adopted	-	-	2,257,446	-	-	-	2,257,446	11	10.49
2011-13 Ebds, SS & Admin Act	-	-	-	-	-	-	-	-	-
Ways & Means Actions	-	-	-	-	-	-	-	-	-
2011-13 Leg Approved Budget	-	-	2,257,446	-	-	-	2,257,446	11	10.49
2011-13 Leg Approved Budget (Base)	-	-	2,257,446	-	-	-	2,257,446	11	10.49
Summary of Base Adjustments	-	-	(50,037)	-	-	-	(50,037)	(1)	(1.00)
2013-15 Base Budget	-	-	2,207,409	-	-	-	2,207,409	10	9.49
010: Non-PICS Pers Svc/Vacancy Factor	-	-	791	-	-	-	791	-	-
030: Inflation & Price List Adjustments	-	-	17,400	-	-	-	17,400	-	-
2013-15 Current Service Level	-	-	2,225,600	-	-	-	2,225,600	10	9.49
Adjusted 2013-15 Current Service Level	-	-	2,225,600	-	-	-	2,225,600	10	9.49
Total LFO Recommended Packages	-	-	57,372	-	-	-	57,372	1	1.00
2013-15 Legislative Actions	-	-	2,282,972	-	-	-	2,282,972	11	10.49
Net change from 2011-13 Leg Approved Budget	-	-	25,526	-	-	-	25,526	-	-
Percent change from 2011-13 Leg Approved Budget	0.0%	0.0%	1.1%	0.0%	0.0%	0.0%	1.1%	0.0%	0.0%
Net change from 2013-15 Current Service Level	-	-	57,372	-	-	-	57,372	1	1.00
Percent change from 2013-15 Current Service Level	0.0%	0.0%	2.6%	0.0%	0.0%	0.0%	2.6%	10.0%	10.5%

	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
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Package 092 PERS Taxation Policy

Package Description This package reflects the policy change in SB 822 that eliminates the increased retirement benefits resulting from Oregon income taxation of payments if the person receiving payments does not pay Oregon income tax on those benefits and is not an Oregon resident. This change reduces state employer contribution rates by approximately 0.30%.

LFO Recommendation

LFO Recommended	-	-	(4,735)	-	-	-	(4,735)	-	-
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	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
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Package 093 Other PERS Adjustments

Package Description This package reflects the policy change in SB 822 that modifies the cost-of-living adjustment under the Public Employees Retirement System. This change reduces state employer contribution rates by approximately 2.2%.

An administrative action by the PERS Board, as directed by a budget note in the SB 822 budget report, will reduce state employer contribution rates by up to an additional 1.9%. However, no employer rate is reduced below its 2011-13 biennium rate.

LFO Recommendation

LFO Recommended	-	-	(37,831)	-	-	-	(37,831)	-	-
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	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
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Package 103 MLRR Permit Coordination Staff

Package Description This package provides expenditure limitation and position authority to change the limited-duration permit coordinator position (approved in both the 2009-11 and 2011-13 biennia) to a permanent position. The Governor's budget reduced the base PERS employer rate per the PERS Board calculation.

LFO Recommendation Approve the package.

LFO Recommended	-	-	99,938	-	-	-	99,938	1	1.00
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Legislatively Proposed 2013-2015 Key Performance Measures

Agency: GEOLOGY & MINERAL INDUSTRIES, DEPARTMENT of

Mission: Provide earth science information and regulation to make Oregon safe and prosperous.

Legislatively Proposed KPMs	Customer Service Category	Agency Request	Most Current Result	Target 2014	Target 2015
1 - EARTHQUAKE AND LANDSLIDE MAP COMPLETION - Percent of communities and other stakeholders with hazard maps and risk studies for earthquake and landslide hazards.		Approved KPM	41.00	45.00	45.00
2 - TSUNAMI EVACUATION MAP COMPLETION - Percent target communities with official, reviewed evacuation map brochures produced by DOGAMI.		Approved KPM	44.00	100.00	100.00
3 - COASTAL EROSION MAP COMPLETION - Percent target communities with standardized, 4-risk zone erosion hazard maps.		Approved KPM	80.00	100.00	
5 - RECLAMATION - Total number of mining acres that have been reclaimed and returned to secondary beneficial use.		Approved KPM	6,884.00	6,000.00	
6 - DETAILED GEOLOGIC MAP COMPLETION - Percent of Oregon where geologic data in the form of high resolution maps have been completed to be used for local problem solving.		Approved KPM	55.00	60.00	
7 - REGIONAL GEOLOGIC MAP COMPLETION - Percent of Oregon where geologic data in the form of medium resolution maps have been completed to be used for regional problem solving.		Approved KPM	96.00	100.00	
8 - MINE SITES INSPECTED ANNUALLY - Percent of mine operators with active sites inspected annually.		Approved KPM	56.00	50.00	
9 - TSUNAMI INUNDATION MAP COMPLETION - Percent of coastal communities provided with detailed tsunami inundation maps for local emergency planning.		Approved KPM	38.00	100.00	
10 - 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	100.00	90.00	90.00

Agency: GEOLOGY & MINERAL INDUSTRIES, DEPARTMENT of

Mission: Provide earth science information and regulation to make Oregon safe and prosperous.

Legislatively Proposed KPMs	Customer Service Category	Agency Request	Most Current Result	Target 2014	Target 2015
10 - 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	100.00	90.00	90.00
10 - 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	100.00	90.00	90.00
10 - 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	100.00	90.00	90.00
10 - 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	100.00	90.00	90.00
10 - 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	100.00	90.00	90.00
11 - GOVERNANCE - Percent of yes responses by Governing Board members to the set of best practices.		Approved KPM	100.00	100.00	
12 - Geologic Hazard Preparedness, % of Oregon communities with geologic hazard data and prevention activities in place.		Approved KPM	46.00	52.00	

LFO Recommendation:

Approve the KPMs as presented by the Department. The Department will undergo strategic planning in 2013-15, which may result in proposed changes to some KPMs.

Sub-Committee Action: