
MEMORANDUM

Legislative Fiscal Office
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To: *Public Safety Subcommittee*

From: *Monica Brown, Legislative Fiscal Office*
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Date: *May 20, 2013*

Subject: *Department of Corrections*
Work Session Recommendations

Department of Corrections – Agency Totals

	2009-11 Actual	2011-13 Legislatively Approved	2013-15 Current Service Level	2013-15 LFO Recommended
General Fund	1,206,075,833	1,362,844,564	1,536,727,437	1,434,600,584
Other Funds	285,509,619	31,298,404	33,936,401	34,639,267
Federal Funds	111,944,790	9,079,088	8,024,382	8,631,833
Total Funds	\$1,603,530,242	\$1,403,221,976	\$1,578,688,220	\$1,477,871,684
Positions	4,647	4,509	4,770	4,687
FTE	4,531.55	4,414.55	4,606.24	4,508.99

Attached are the recommendations from the Legislative Fiscal Office for the *Department of Corrections*. It contains the following:

- Assumes passage of HB 2235 to allow the Department to provide basic training to its corrections officers with DPSST auditing their program;
- Assumes passage of HB 2087 to allow the Department to apply for Medicaid benefits for eligible inmates with the potential to save \$13 million in health care expenditures;
- Eliminates 20 additional middle-management positions as part of the Emergency Board actions taken in May 2012, but inadvertently not removed from CSL;
- Includes \$22.6 million General Fund for mandated caseload in DOC operational costs, adjusted for the April 2012 corrections forecast;
- Fully funds the Community Corrections opt-out level (including \$11.4 million General Fund in mandated caseload), but provides no additional funding for the 6-year cost study; and
- Reduces \$37.7 million General Fund (or approximately 3.2% of the department's operating CSL excluding Community Corrections and debt service) in assumed management actions and one-time gap solutions to balance the budget.

Adjustments to Current Service Level:

See attached "Work Session Presentation Report" dated 5/17/13.

Accept LFO Recommendation

Move the LFO recommendation to HB 5005.

OR

Change LFO recommendation

Move the LFO recommendation to HB 5005, with modifications.

Performance Measures

See attached "Legislatively Proposed 2013-15 Key Performance Measures" form.

Accept LFO Recommendation

Move the LFO recommendation on Key Performance Measures

OR

Change LFO recommendation

Move the LFO recommendation on Key Performance Measures, with modifications.

Recommended Changes to Appropriation Bill:

The Legislative Fiscal Office recommends a budget of \$1,434,600,584 General Fund, \$34,639,267 Other Funds, \$8,631,833 Federal Funds, and 4,687 positions (4,508.99 FTE) and that House Bill 5005 be amended accordingly.

Approve a motion to amend House Bill 5005 by the following:

Section 1

Line 9 – Delete [\$902,883,334] and insert \$892,494,447

Line 12 – Delete [\$132,571,014] and insert \$128,505,958

Line 14 – Delete [\$67,292,352] and insert \$64,086,872

Line 15 – Delete [\$248,620,611] and insert \$217,104,458

Line 16 – Delete [\$131,444,114] and insert \$129,710,174

Section 2

Line 24 – Delete [\$9,762,564] and insert \$9,769,347

Line 26 – Delete [\$7,941,922] and insert \$7,952,503

Line 28 – Delete [\$9,646,548] and insert \$9,646,592

Page 2, Line 1 – Delete [\$6,455,794] and insert \$6,455,825

Add new line --- Debt Service.....\$815,000

Section 3

Page 2, Line 3 – Delete [\$6,761,556] and insert \$7,369,007

HB 5005 Final Subcommittee Action:

Final Motion:

Move HB 5005 to the full committee with a “do pass” recommendation, as amended.

Department of Corrections excluding Community Corrections and Debt Service

	2009-11 Actuals	2011-13 Legislatively Approved	2013-15 Current Service Level	2013-15 LFO Recommended	2013-15 LFO Recommended Compared to:		
					2009-11 Actuals	2011-13 LAB	2013-15 CSL
General Fund	855,651,272	1,031,383,804	1,181,261,755	1,087,785,952	27.1%	5.5%	-7.9%
Other Funds	69,116,999	25,951,452	27,480,216	27,368,442	-60.4%	5.5%	-0.4%
Federal Funds	111,346,702	7,816,182	6,761,556	7,077,210	-93.6%	-9.5%	4.7%
Total Funds	\$ 1,036,114,973	\$ 1,065,151,438	\$ 1,215,503,527	\$ 1,122,231,604	8.3%	5.4%	-7.7%
Positions	4,583	4,456	4,704	4,626	0.9%	3.8%	-1.7%
FTE	4,467.22	4,361.22	4,539.91	4,447.66	-0.4%	2.0%	-2.0%

Community Corrections

	2009-11 Actuals	2011-13 Legislatively Approved	2013-15 Current Service Level	2013-15 LFO Recommended	2013-15 LFO Recommended Compared to:		
					2009-11 Actuals	2011-13 LAB	2013-15 CSL
General Fund	220,928,700	192,601,586	224,021,568	217,104,458	-1.7%	12.7%	-3.1%
Other Funds	1,702,452	5,346,952	6,456,185	6,455,825	279.2%	20.7%	0.0%
Federal Funds	-	-	-	291,797	n/a	n/a	n/a
Total Funds	\$ 222,631,152	\$ 197,948,538	\$ 230,477,753	\$ 223,852,080	0.5%	13.1%	-2.9%
Positions	64	53	66	61	-4.7%	15.1%	-7.6%
FTE	64.33	53.33	66.33	61.33	-4.7%	15.0%	-7.5%

Debt Service

	2009-11 Actuals	2011-13 Legislatively Approved	2013-15 Current Service Level	2013-15 LFO Recommended	2013-15 LFO Recommended Compared to:		
					2009-11 Actuals	2011-13 LAB	2013-15 CSL
General Fund	129,495,861	138,859,174	131,444,114	129,710,174	0.2%	-6.6%	-1.3%
Other Funds	214,690,168	193,906,622	-	815,000	-99.6%	-99.6%	n/a
Federal Funds	598,088	1,262,826	1,262,826	1,262,826	111.1%	0.0%	0.0%
Total Funds	\$ 344,784,117	\$ 334,028,622	\$ 132,706,940	\$ 131,788,000	-61.8%	-60.5%	-0.7%
Positions	-	-	-	-	n/a	n/a	n/a
FTE	-	-	-	-	n/a	n/a	n/a

DOC Total

	2009-11 Actuals	2011-13 Legislatively Approved	2013-15 Current Service Level	2013-15 LFO Recommended	2013-15 LFO Recommended Compared to:		
					2009-11 Actuals	2011-13 LAB	2013-15 CSL
General Fund	1,206,075,833	1,362,844,564	1,536,727,437	1,434,600,584	18.9%	5.3%	-6.6%
Other Funds	285,509,619	225,205,026	33,936,401	34,639,267	-87.9%	-84.6%	n/a
Federal Funds	111,944,790	9,079,008	8,024,382	8,631,833	-92.3%	-4.9%	7.6%
Total Funds	\$ 1,603,530,242	\$ 1,597,128,598	\$ 1,578,688,220	\$ 1,477,871,684	-7.8%	-7.5%	-6.4%
Positions	4,647	4,509	4,770	4,687	0.9%	3.9%	-1.7%
FTE	4,531.55	4,414.55	4,606.24	4,508.99	-0.5%	2.1%	-2.1%

	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	1,324,785,417	-	27,563,757	6,908,809	-	1,262,826	1,360,520,809	4,511	4,418.74
2011-13 Ebds, SS & Admin Act	38,059,147	-	3,734,647	907,373	193,906,622	-	236,607,789	(2)	(4.19)
Ways & Means Actions	-	-	-	-	-	-	-	-	-
2011-13 Leg Approved Budget	1,362,844,564	-	31,298,404	7,816,182	193,906,622	1,262,826	1,597,128,598	4,509	4,414.55
2011-13 Leg Approved Budget (Base)	1,362,844,564	-	31,298,404	7,816,182	-	1,262,826	1,403,221,976	4,509	4,414.55
Summary of Base Adjustments	77,435,083	-	1,436,376	(105,614)	-	-	78,765,845	(2)	51.56
2013-15 Base Budget	1,440,279,647	-	32,734,780	7,710,568	-	1,262,826	1,481,987,821	4,507	4,466.11
010: Non-PICS Pers Svc/Vacancy Factor	23,884,855	-	(32,439)	-	-	-	23,852,416	-	-
020: Phase In / Out Pgm & One-time Cost	4,517,884	-	557,782	(899,772)	-	-	4,175,894	-	(5.25)
030: Inflation & Price List Adjustments	22,721,719	-	632,044	266,122	-	-	23,619,885	-	-
040: Mandated Caseload	45,007,970	-	44,234	-	-	-	45,052,204	263	145.38
050: Fundshifts and Revenue Reductions	315,362	-	-	(315,362)	-	-	-	-	-
2013-15 Current Service Level	1,536,727,437	-	33,936,401	6,761,556	-	1,262,826	1,578,688,220	4,770	4,606.24
080: E-Boards	(7,295,641)	-	-	-	-	-	(7,295,641)	(41)	(38.57)
Adjusted 2013-15 Current Service Level	1,529,431,796	-	33,936,401	6,761,556	-	1,262,826	1,571,392,579	4,729	4,567.67
Total LFO Recommended Packages	(94,831,212)	-	702,866	607,451	-	-	(93,520,895)	(42)	(58.68)
2013-15 Legislative Actions	1,434,600,584	-	34,639,267	7,369,007	-	1,262,826	1,477,871,684	4,687	4,508.99
Net change from 2011-13 Leg Approved Budget	71,756,020	-	3,340,863	(447,175)	(193,906,622)	-	(119,256,914)	178	94.44
Percent change from 2011-13 Leg Approved Budget	5.3%	0.0%	10.7%	(5.7%)	(100.0%)	0.0%	(7.5%)	3.9%	2.1%
Net change from 2013-15 Current Service Level	(94,831,212)	-	702,866	607,451	-	-	(93,520,895)	(42)	(58.68)
Percent change from 2013-15 Current Service Level	(6.2%)	0.0%	2.1%	9.0%	0.0%	0.0%	(6.0%)	(0.9%)	(1.3%)

	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	-	-	-	-	-	-	-	-	-
2011-13 Ebds, SS & Admin Act	-	-	-	-	-	-	-	-	-
Ways & Means Actions	-	-	-	-	-	-	-	-	-
2011-13 Leg Approved Budget	-	-	-	-	-	-	-	-	-
2011-13 Leg Approved Budget (Base)	626,144,324	-	8,608,103	-	-	-	634,752,427	3,279	3,240.90
Summary of Base Adjustments	55,806,443	-	580,889	-	-	-	56,387,332	(13)	7.27
2013-15 Base Budget	681,950,767	-	9,188,992	-	-	-	691,139,759	3,266	3,248.17
010: Non-PICS Pers Svc/Vacancy Factor	22,975,224	-	(10,914)	-	-	-	22,964,310	-	-
020: Phase In / Out Pgm & One-time Cost	6,423,459	-	-	-	-	-	6,423,459	-	-
030: Inflation & Price List Adjustments	2,492,503	-	107,831	-	-	-	2,600,334	-	-
040: Mandated Caseload	24,196,398	-	-	-	-	-	24,196,398	222	118.61
060: Technical Adjustments	(1,560,487)	-	-	-	-	-	(1,560,487)	(3)	(3.00)
2013-15 Current Service Level	736,477,864	-	9,285,909	-	-	-	745,763,773	3,485	3,363.78
080: E-Boards	(3,052,148)	-	-	-	-	-	(3,052,148)	(16)	(15.00)
Adjusted 2013-15 Current Service Level	733,425,716	-	9,285,909	-	-	-	742,711,625	3,469	3,348.78
Total LFO Recommended Packages	(55,535,900)	-	(78,238)	-	-	-	(55,614,138)	(43)	(56.31)
2013-15 Legislative Actions	677,889,816	-	9,207,671	-	-	-	687,097,487	3,426	3,292.47
Net change from 2011-13 Leg Approved Budget	677,889,816	-	9,207,671	-	-	-	687,097,487	3,426	3,292.47
Percent change from 2011-13 Leg Approved Budget	100.0%	0.0%	100.0%	0.0%	0.0%	0.0%	100.0%	100.0%	100.0%
Net change from 2013-15 Current Service Level	(55,535,900)	-	(78,238)	-	-	-	(55,614,138)	(43)	(56.31)
Percent change from 2013-15 Current Service Level	(7.6%)	0.0%	(0.8%)	0.0%	0.0%	0.0%	(7.5%)	(1.2%)	(1.7%)

	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 081 May 2012 E-Board

Package Description As part of the statewide middle management actions taken by the Emergency Board, abolish 21 positions across the agency which include five managers in the General Services Division, three positions in the Community Corrections central office, one internal auditor, one position in the Human Resources unit, three lieutenants, and eight positions in safety and wellness which effectively eliminates that program.

LFO Recommendation Approve a modified package that further reduces staffing by 20 positions (13 in Operations, 3 in Health Services, 2 in Offender Management & Rehabilitation, and 2 in Community Corrections) that the agency was directed to identify but DAS inadvertently failed to eliminate.

LFO Recommended	(3,052,148)	-	-	-	-	-	(3,052,148)	(16)	(15.00)
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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 090 Analyst Adjustments

Package Description This package makes adjustments to the agency's budget for two policies. The Governor's Recommended Budget assumes that policies will be implemented to hold the prison population flat at 14,470. The savings associated with this assumption equal \$35.6 million. In addition, \$10 million are assumed for additional vacancy savings.

LFO Recommendation Approve the \$10 million in vacancy savings as recommended by the Governor. Deny the balance of the package.

LFO Recommended	(10,000,000)	-	-	-	-	-	(10,000,000)	-	-
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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 Approve.

LFO Recommended	(1,509,761)	-	(9,441)	-	-	-	(1,519,202)	-	-
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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 Approve.

LFO Recommended	(12,087,075)	-	(75,580)	-	-	-	(12,162,655)	-	-
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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 117 Transfer Training from DPSST to DOC

Package Description This package supports the passage of HB 2235 to allow the Department of Corrections to provide basic training to its corrections officers. DPSST would continue to audit the training program.

LFO Recommendation Approve.

LFO Recommended	(6,067,200)	-	-	-	-	-	(6,067,200)	-	-
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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 This package adjusts for mandated caseload based on the April 2012 forecast, corrects the PERS line-item to reflect the correct Police & Fire rate (\$1,083,641 GF & \$6,783 OF); shifts treatment program funding to OMR (\$537,971 GF); and allocates a management reduction target to help balance the Public Safety budget (\$17,980,572 GF).

LFO Recommendation Approve.

LFO Recommended	(25,871,864)	-	6,783	-	-	-	(25,865,081)	(43)	(56.31)
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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	62,473,288	-	475,091	109	-	-	62,948,488	108	104.03
2011-13 Ebds, SS & Admin Act	1,766,763	-	26,511	599,891	1,152,165	-	3,545,330	3	0.81
Ways & Means Actions	-	-	-	-	-	-	-	-	-
2011-13 Leg Approved Budget	64,240,051	-	501,602	600,000	1,152,165	-	66,493,818	111	104.84
2011-13 Leg Approved Budget (Base)	60,643,855	-	501,602	-	-	-	61,145,457	85	81.75
Summary of Base Adjustments	2,396,499	-	47,258	-	-	-	2,443,757	2	5.25
2013-15 Base Budget	63,040,354	-	548,860	-	-	-	63,589,214	87	87.00
010: Non-PICS Pers Svc/Vacancy Factor	38,298	-	4,026	-	-	-	42,324	-	-
020: Phase In / Out Pgm & One-time Cost	(9,391)	-	-	-	-	-	(9,391)	-	-
030: Inflation & Price List Adjustments	1,966,789	-	637	-	-	-	1,967,426	-	-
040: Mandated Caseload	21,423	-	-	-	-	-	21,423	-	-
060: Technical Adjustments	205,824	-	80,000	-	-	-	285,824	-	-
2013-15 Current Service Level	65,263,297	-	633,523	-	-	-	65,896,820	87	87.00
080: E-Boards	(197,596)	-	-	-	-	-	(197,596)	(1)	(1.00)
Adjusted 2013-15 Current Service Level	65,065,701	-	633,523	-	-	-	65,699,224	86	86.00
Total LFO Recommended Packages	(1,739,474)	-	78,660	507,851	-	-	(1,152,963)	-	-
2013-15 Legislative Actions	63,326,227	-	712,183	507,851	-	-	64,546,261	86	86.00
Net change from 2011-13 Leg Approved Budget	(913,824)	-	210,581	(92,149)	(1,152,165)	-	(1,947,557)	(25)	(18.84)
Percent change from 2011-13 Leg Approved Budget	(1.4%)	0.0%	42.0%	(15.4%)	(100.0%)	0.0%	(2.9%)	(22.5%)	(18.0%)
Net change from 2013-15 Current Service Level	(1,739,474)	-	78,660	507,851	-	-	(1,152,963)	-	-
Percent change from 2013-15 Current Service Level	(2.7%)	0.0%	12.4%	100.0%	0.0%	0.0%	(1.8%)	0.0%	0.0%

	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 081 May 2012 E-Board

Package Description As part of the statewide middle management actions taken by the Emergency Board, abolish 21 positions across the agency which include five managers in the General Services Division, three positions in the Community Corrections central office, one internal auditor, one position in the Human Resources unit, three lieutenants, and eight positions in safety and wellness which effectively eliminates that program.

LFO Recommendation Approve.

LFO Recommended	(197,596)	-	-	-	-	-	(197,596)	(1)	(1.00)
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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 090 Analyst Adjustments

Package Description This package moves S&S from Offender Management & Rehabilitation to Central Administration. It also adds Other Funds limitation for Cost of Issuance related to bond proceeds added to SCR 089-00.

LFO Recommendation Approve with the understanding that if bond funding is not authorized for the deferred maintenance projects, the expenditure limitation for the cost of issuance will be unscheduled.

LFO Recommended	-	-	89,000	507,851	-	-	596,851	-	-
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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 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. The Department of Administrative Services will continue to work on details of these reductions with agencies and report back during the 2014 session.

LFO Recommendation Approve the package, but shift the reduction to General Services.

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)
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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 Approve.

LFO Recommended	(45,808)	-	(1,248)	-	-	-	(47,056)	-	-
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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 Approve.

LFO Recommended	(366,740)	-	(9,989)	-	-	-	(376,729)	-	-
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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 This package adjusts for mandated caseload based on the April 2012 forecast, corrects the PERS line-item to reflect the correct Police & Fire rate (\$32,554 GF & \$897 OF); and allocates a management reduction target to help balance the Public Safety budget (\$1,383,120 GF).

LFO Recommendation Approve.

LFO Recommended	(1,326,926)	-	897	-	-	-	(1,326,029)	-	-
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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	3,251,477	-	-	-	-	-	3,251,477	15	13.00
2011-13 Ebds, SS & Admin Act	85,477	-	-	-	-	-	85,477	-	-
Ways & Means Actions	-	-	-	-	-	-	-	-	-
2011-13 Leg Approved Budget	3,336,954	-	-	-	-	-	3,336,954	15	13.00
2011-13 Leg Approved Budget (Base)	-	-	-	-	-	-	-	-	-
Summary of Base Adjustments	-	-	-	-	-	-	-	-	-
2013-15 Base Budget	-	-	-	-	-	-	-	-	-
2013-15 Current Service Level	-	-	-	-	-	-	-	-	-
Adjusted 2013-15 Current Service Level	-	-	-	-	-	-	-	-	-
2013-15 Legislative Actions	-	-	-	-	-	-	-	-	-
Net change from 2011-13 Leg Approved Budget	(3,336,954)	-	-	-	-	-	(3,336,954)	(15)	(13.00)
Percent change from 2011-13 Leg Approved Budget	(100.0%)	0.0%	0.0%	0.0%	0.0%	0.0%	(100.0%)	(100.0%)	(100.0%)
Net change from 2013-15 Current Service Level	-	-	-	-	-	-	-	-	-
Percent change from 2013-15 Current Service Level	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%

	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	49,042,840	-	6,408,264	1,960	-	-	55,453,064	260	255.60
2011-13 Ebds, SS & Admin Act	1,044,241	-	61,173	(1,960)	-	-	1,103,454	-	-
Ways & Means Actions	-	-	-	-	-	-	-	-	-
2011-13 Leg Approved Budget	50,087,081	-	6,469,437	-	-	-	56,556,518	260	255.60
2011-13 Leg Approved Budget (Base)	50,704,286	-	6,469,437	-	-	-	57,173,723	266	259.60
Summary of Base Adjustments	4,526,363	-	778,858	-	-	-	5,305,221	2	7.45
2013-15 Base Budget	55,230,649	-	7,248,295	-	-	-	62,478,944	268	267.05
010: Non-PICS Pers Svc/Vacancy Factor	192,841	-	7,417	-	-	-	200,258	-	-
020: Phase In / Out Pgm & One-time Cost	(7,203)	-	14,345	-	-	-	7,142	-	-
030: Inflation & Price List Adjustments	234,836	-	37,719	-	-	-	272,555	-	-
040: Mandated Caseload	1,528,595	-	44,234	-	-	-	1,572,829	8	6.01
060: Technical Adjustments	-	-	(5,000)	-	-	-	(5,000)	-	-
2013-15 Current Service Level	57,179,718	-	7,347,010	-	-	-	64,526,728	276	273.06
080: E-Boards	(808,046)	-	-	-	-	-	(808,046)	(5)	(5.00)
Adjusted 2013-15 Current Service Level	56,371,672	-	7,347,010	-	-	-	63,718,682	271	268.06
Total LFO Recommended Packages	(5,229,492)	-	(111,690)	-	-	-	(5,341,182)	(4)	(3.41)
2013-15 Legislative Actions	51,142,180	-	7,235,320	-	-	-	58,377,500	267	264.65
Net change from 2011-13 Leg Approved Budget	1,055,099	-	765,883	-	-	-	1,820,982	7	9.05
Percent change from 2011-13 Leg Approved Budget	2.1%	0.0%	11.8%	0.0%	0.0%	0.0%	3.2%	2.7%	3.5%
Net change from 2013-15 Current Service Level	(5,229,492)	-	(111,690)	-	-	-	(5,341,182)	(4)	(3.41)
Percent change from 2013-15 Current Service Level	(9.3%)	0.0%	(1.5%)	0.0%	0.0%	0.0%	(8.4%)	(1.5%)	(1.3%)

	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 081 May 2012 E-Board

Package Description As part of the statewide middle management actions taken by the Emergency Board, abolish 21 positions across the agency which include five managers in the General Services Division, three positions in the Community Corrections central office, one internal auditor, one position in the Human Resources unit, three lieutenants, and eight positions in safety and wellness which effectively eliminates that program.

LFO Recommendation Approve.

LFO Recommended	(808,046)	-	-	-	-	-	(808,046)	(5)	(5.00)
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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 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. The Department of Administrative Services will continue to work on details of these reductions with agencies and report back during the 2014 session.

LFO Recommendation Approve.

LFO Recommended	(2,203,978)	-	-	-	-	-	(2,203,978)	-	-
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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 Approve.

LFO Recommended	(117,014)	-	(13,477)	-	-	-	(130,491)	-	-
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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 Approve.

LFO Recommended	(936,808)	-	(107,897)	-	-	-	(1,044,705)	-	-
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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 This package adjusts for mandated caseload based on the April 2012 forecast, corrects the PERS line-item to reflect the correct Police & Fire rate (\$82,596 GF & \$9,684 OF); and allocates a management reduction target to help balance the Public Safety budget (\$1,383,120 GF).

LFO Recommendation Approve.

LFO Recommended	(1,971,692)	-	9,684	-	-	-	(1,962,008)	(4)	(3.41)
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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	64,924,325	-	9,038,762	899,788	-	-	74,862,875	163	155.41
2011-13 Ebds, SS & Admin Act	1,862,081	-	29	(16)	-	-	1,862,094	(1)	(1.00)
Ways & Means Actions	-	-	-	-	-	-	-	-	-
2011-13 Leg Approved Budget	66,786,406	-	9,038,791	899,772	-	-	76,724,969	162	154.41
Net change from 2011-13 Leg Approved Budget	(66,786,406)	-	(9,038,791)	(899,772)	-	-	(76,724,969)	(162)	(154.41)
Percent change from 2011-13 Leg Approved Budget	(100.0%)	0.0%	(100.0%)	(100.0%)	0.0%	0.0%	(100.0%)	(100.0%)	(100.0%)

	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	14,512,487	-	-	-	-	-	14,512,487	70	67.75
2011-13 Ebds, SS & Admin Act	379,347	-	-	-	-	-	379,347	-	-
Ways & Means Actions	-	-	-	-	-	-	-	-	-
2011-13 Leg Approved Budget	14,891,834	-	-	-	-	-	14,891,834	70	67.75
2011-13 Leg Approved Budget (Base)	14,891,834	-	-	-	-	-	14,891,834	70	67.75
Summary of Base Adjustments	1,107,671	-	-	-	-	-	1,107,671	-	1.75
2013-15 Base Budget	15,999,505	-	-	-	-	-	15,999,505	70	69.50
010: Non-PICS Pers Svc/Vacancy Factor	100,257	-	-	-	-	-	100,257	-	-
020: Phase In / Out Pgm & One-time Cost	(1,070,579)	-	-	-	-	-	(1,070,579)	-	(5.25)
030: Inflation & Price List Adjustments	95,291	-	-	-	-	-	95,291	-	-
040: Mandated Caseload	1,247,759	-	-	-	-	-	1,247,759	7	6.25
060: Technical Adjustments	-	-	5,000	-	-	-	5,000	-	-
2013-15 Current Service Level	16,372,233	-	5,000	-	-	-	16,377,233	77	70.50
080: E-Boards	(1,780,916)	-	-	-	-	-	(1,780,916)	(9)	(9.00)
Adjusted 2013-15 Current Service Level	14,591,317	-	5,000	-	-	-	14,596,317	68	61.50
Total LFO Recommended Packages	(553,766)	-	-	-	-	-	(553,766)	4	1.26
2013-15 Legislative Actions	14,037,551	-	5,000	-	-	-	14,042,551	72	62.76
Net change from 2011-13 Leg Approved Budget	(854,283)	-	5,000	-	-	-	(849,283)	2	(4.99)
Percent change from 2011-13 Leg Approved Budget	(5.7%)	0.0%	100.0%	0.0%	0.0%	0.0%	(5.7%)	2.9%	(7.4%)
Net change from 2013-15 Current Service Level	(553,766)	-	-	-	-	-	(553,766)	4	1.26
Percent change from 2013-15 Current Service Level	(3.8%)	0.0%	0.0%	0.0%	0.0%	0.0%	(3.8%)	5.9%	2.0%

	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 081 May 2012 E-Board

Package Description As part of the statewide middle management actions taken by the Emergency Board, abolish 21 positions across the agency which include five managers in the General Services Division, three positions in the Community Corrections central office, one internal auditor, one position in the Human Resources unit, three lieutenants, and eight positions in safety and wellness which effectively eliminates that program.

LFO Recommendation Approve.

LFO Recommended	(1,780,916)	-	-	-	-	-	(1,780,916)	(9)	(9.00)
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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 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. The Department of Administrative Services will continue to work on details of these reductions with agencies and report back during the 2014 session.

LFO Recommendation Approve.

LFO Recommended	(547,810)	-	-	-	-	-	(547,810)	-	-
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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 Approve.

LFO Recommended	(35,407)	-	-	-	-	-	(35,407)	-	-
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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 Approve.

LFO Recommended	(283,468)	-	-	-	-	-	(283,468)	-	-
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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 117 Transfer Training from DPSST to DOC

Package Description This package supports the passage of HB 2235 to allow the Department of Corrections to provide basic training to its corrections officers. DPSST would continue to audit the training program.

LFO Recommendation Approve.

LFO Recommended	1,079,357	-	-	-	-	-	1,079,357	7	5.25
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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 This package adjusts for mandated caseload based on the April 2012 forecast and corrects the PERS line-item to reflect the correct Police & Fire rate (\$22,184).

LFO Recommendation Approve.

LFO Recommended	(766,438)	-	-	-	-	-	(766,438)	(3)	(3.99)
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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	187,383,027	-	2,123,773	-	-	-	189,506,800	53	53.33
2011-13 Ebds, SS & Admin Act	5,218,559	-	3,223,179	-	-	-	8,441,738	-	-
Ways & Means Actions	-	-	-	-	-	-	-	-	-
2011-13 Leg Approved Budget	192,601,586	-	5,346,952	-	-	-	197,948,538	53	53.33
2011-13 Leg Approved Budget (Base)	206,547,052	-	5,368,925	-	-	-	211,915,977	64	64.33
Summary of Base Adjustments	1,762,963	-	1,816	-	-	-	1,764,779	2	2.00
2013-15 Base Budget	208,310,015	-	5,370,741	-	-	-	213,680,756	66	66.33
010: Non-PICS Pers Svc/Vacancy Factor	86,015	-	87	-	-	-	86,102	-	-
020: Phase In / Out Pgm & One-time Cost	-	-	956,886	-	-	-	956,886	-	-
030: Inflation & Price List Adjustments	4,681,274	-	128,471	-	-	-	4,809,745	-	-
040: Mandated Caseload	10,944,264	-	-	-	-	-	10,944,264	-	-
2013-15 Current Service Level	224,021,568	-	6,456,185	-	-	-	230,477,753	66	66.33
080: E-Boards	(791,678)	-	-	-	-	-	(791,678)	(5)	(5.00)
Adjusted 2013-15 Current Service Level	223,229,890	-	6,456,185	-	-	-	229,686,075	61	61.33
Total LFO Recommended Packages	(6,125,432)	-	(360)	291,797	-	-	(5,833,995)	-	-
2013-15 Legislative Actions	217,104,458	-	6,455,825	291,797	-	-	223,852,080	61	61.33
Net change from 2011-13 Leg Approved Budget	24,502,872	-	1,108,873	291,797	-	-	25,903,542	8	8.00
Percent change from 2011-13 Leg Approved Budget	12.7%	0.0%	20.7%	100.0%	0.0%	0.0%	13.1%	15.1%	15.0%
Net change from 2013-15 Current Service Level	(6,125,432)	-	(360)	291,797	-	-	(5,833,995)	-	-
Percent change from 2013-15 Current Service Level	(2.7%)	0.0%	0.0%	100.0%	0.0%	0.0%	(2.5%)	0.0%	0.0%

	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 081 May 2012 E-Board

Package Description As part of the statewide middle management actions taken by the Emergency Board, abolish 21 positions across the agency which include five managers in the General Services Division, three positions in the Community Corrections central office, one internal auditor, one position in the Human Resources unit, three lieutenants, and eight positions in safety and wellness which effectively eliminates that program.

LFO Recommendation Approve a modified package that further reduces staffing by 20 positions (13 in Operations, 3 in Health Services, 2 in Offender Management & Rehabilitation, and 2 in Community Corrections) that the agency was directed to identify but DAS inadvertently failed to eliminated.

LFO Recommended	(791,678)	-	-	-	-	-	(791,678)	(5)	(5.00)
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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 090 Analyst Adjustments

Package Description This package makes two adjustment to the distribution to Counties. The first is a reduction in Measure 73 grants for pretrial incarceration, equaling \$6.3 million. The second is an incentive funding pool to promote efficient utilization on prison resources. The pool equals \$32 million in the Governor's recommended budget.

LFO Recommendation Approve the M73 grant reduction of \$6.3 million which is consistent with the current expenditure pattern. Deny the balance of the package.

LFO Recommended	(6,300,000)	-	-	-	-	-	(6,300,000)	-	-
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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 Approve.

LFO Recommended	(34,342)	-	(43)	-	-	-	(34,385)	-	-
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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 Approve.

LFO Recommended	(274,937)	-	(348)	-	-	-	(275,285)	-	-
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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 This package adjusts for mandated caseload based on the April 2012 forecast, corrects the PERS line-item to reflect the correct Police & Fire rate (\$23,162 GF & \$31 OF); and increases Federal Funds expenditure limitation for the Smart Probation Grant which was authorized for application at the Decemer meeting of the Emergency Board.

LFO Recommendation Approve.

LFO Recommended	483,847	-	31	291,797	-	-	775,675	-	-
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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	197,383,375	-	520,070	6,001,048	-	-	203,904,493	559	524.72
2011-13 Ebds, SS & Admin Act	5,878,354	-	-	315,362	-	-	6,193,716	-	-
Ways & Means Actions	-	-	-	-	-	-	-	-	-
2011-13 Leg Approved Budget	203,261,729	-	520,070	6,316,410	-	-	210,098,209	559	524.72
2011-13 Leg Approved Budget (Base)	203,261,729	-	520,070	6,316,410	-	-	210,098,209	559	524.72
Summary of Base Adjustments	14,440,987	-	-	-	-	-	14,440,987	-	14.56
2013-15 Base Budget	217,702,716	-	520,070	6,316,410	-	-	224,539,196	559	539.28
010: Non-PICS Pers Svc/Vacancy Factor	356,088	-	-	-	-	-	356,088	-	-
020: Phase In / Out Pgm & One-time Cost	231,760	-	-	-	-	-	231,760	-	-
030: Inflation & Price List Adjustments	12,280,153	-	41,606	252,657	-	-	12,574,416	-	-
040: Mandated Caseload	4,515,696	-	-	-	-	-	4,515,696	25	13.51
050: Fundshifts and Revenue Reductions	315,362	-	-	(315,362)	-	-	-	-	-
060: Technical Adjustments	(185,792)	-	-	-	-	-	(185,792)	-	-
2013-15 Current Service Level	235,215,983	-	561,676	6,253,705	-	-	242,031,364	584	552.79
080: E-Boards	(436,677)	-	-	-	-	-	(436,677)	(3)	(2.29)
Adjusted 2013-15 Current Service Level	234,779,306	-	561,676	6,253,705	-	-	241,594,687	581	550.50
Total LFO Recommended Packages	(20,174,675)	-	-	315,654	-	-	(19,859,021)	-	(0.43)
2013-15 Legislative Actions	214,604,631	-	561,676	6,569,359	-	-	221,735,666	581	550.07
Net change from 2011-13 Leg Approved Budget	11,342,902	-	41,606	252,949	-	-	11,637,457	22	25.35
Percent change from 2011-13 Leg Approved Budget	5.6%	0.0%	8.0%	4.0%	0.0%	0.0%	5.5%	3.9%	4.8%
Net change from 2013-15 Current Service Level	(20,174,675)	-	-	315,654	-	-	(19,859,021)	-	(0.43)
Percent change from 2013-15 Current Service Level	(8.6%)	0.0%	0.0%	5.0%	0.0%	0.0%	(8.2%)	0.0%	(0.1%)

	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 082 September 2012 E-Board

Package Description As part of the statewide middle management actions taken by the Emergency Board, abolish 21 positions across the agency which include five managers in the General Services Division, three positions in the Community Corrections central office, one internal auditor, one position in the Human Resources unit, three lieutenants, and eight positions in safety and wellness which effectively eliminates that program.

LFO Recommendation Approve a modified package that further reduces staffing by 20 positions (13 in Operations, 3 in Health Services, 2 in Offender Management & Rehabilitation, and 2 in Community Corrections) that the agency was directed to identify but DAS inadvertently failed to eliminate.

LFO Recommended	(436,677)	-	-	-	-	-	(436,677)	(3)	(2.29)
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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 Approve.

LFO Recommended	(322,280)	-	-	-	-	-	(322,280)	-	-
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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 Approve.

LFO Recommended	(2,580,159)	-	-	-	-	-	(2,580,159)	-	-
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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 This package adjusts for mandated caseload based on the April 2012 forecast, corrects the PERS line-item to reflect the correct Police & Fire rate (\$231,574 GF); assumes passage of HB 2087 and reduces \$13 million GF for potential savings in health care but establishes 3 positions (2.64 FTE) to process Medicare eligibility paperwork, increases Federal Funds expenditure limitation by \$315,654 for Oregon Health Network Pass-through funding, and allocates a management reduction target to help balance the Public Safety budget (\$5,532,485 GF).

LFO Recommendation Approve.

LFO Recommended	(17,272,236)	-	-	315,654	-	-	(16,956,582)	-	(0.43)
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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	-	-	-	-	-	-	-	-	-
2011-13 Ebds, SS & Admin Act	-	-	-	-	-	-	-	-	-
Ways & Means Actions	-	-	-	-	-	-	-	-	-
2011-13 Leg Approved Budget	-	-	-	-	-	-	-	-	-
2011-13 Leg Approved Budget (Base)	59,156,885	-	9,416,818	1,499,772	-	-	70,073,475	186	175.50
Summary of Base Adjustments	4,809,217	-	27,555	(105,614)	-	-	4,731,158	5	13.28
2013-15 Base Budget	63,966,102	-	9,444,373	1,394,158	-	-	74,804,633	191	188.78
010: Non-PICS Pers Svc/Vacancy Factor	136,132	-	(33,055)	-	-	-	103,077	-	-
020: Phase In / Out Pgm & One-time Cost	(1,050,162)	-	-	(899,772)	-	-	(1,949,934)	-	-
030: Inflation & Price List Adjustments	907,623	-	315,780	13,465	-	-	1,236,868	-	-
040: Mandated Caseload	2,553,835	-	-	-	-	-	2,553,835	1	1.00
060: Technical Adjustments	1,540,455	-	(80,000)	-	-	-	1,460,455	3	3.00
2013-15 Current Service Level	68,053,985	-	9,647,098	507,851	-	-	78,208,934	195	192.78
080: E-Boards	(228,580)	-	-	-	-	-	(228,580)	(2)	(1.28)
Adjusted 2013-15 Current Service Level	67,825,405	-	9,647,098	507,851	-	-	77,980,354	193	191.50
Total LFO Recommended Packages	(3,738,533)	-	(506)	(507,851)	-	-	(4,246,890)	1	0.21
2013-15 Legislative Actions	64,086,872	-	9,646,592	-	-	-	73,733,464	194	191.71
Net change from 2011-13 Leg Approved Budget	64,086,872	-	9,646,592	-	-	-	73,733,464	194	191.71
Percent change from 2011-13 Leg Approved Budget	100.0%	0.0%	100.0%	0.0%	0.0%	0.0%	100.0%	100.0%	100.0%
Net change from 2013-15 Current Service Level	(3,738,533)	-	(506)	(507,851)	-	-	(4,246,890)	1	0.21
Percent change from 2013-15 Current Service Level	(5.5%)	0.0%	0.0%	(100.0%)	0.0%	0.0%	(5.4%)	0.5%	0.1%

	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 081 May 2012 E-Board

Package Description As part of the statewide middle management actions taken by the Emergency Board, abolish 21 positions across the agency which include five managers in the General Services Division, three positions in the Community Corrections central office, one internal auditor, one position in the Human Resources unit, three lieutenants, and eight positions in safety and wellness which effectively eliminates that program.

LFO Recommendation Approve a modified package that further reduces staffing by 20 positions (13 in Operations, 3 in Health Services, 2 in Offender Management & Rehabilitation, and 2 in Community Corrections) that the agency was directed to identify but DAS inadvertently failed to eliminated.

LFO Recommended	(228,580)	-	-	-	-	-	(228,580)	(2)	(1.28)
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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 090 Analyst Adjustments

Package Description This package moves S&S from Offender Management & Rehabilitation to Central Administration.

LFO Recommendation Approve.

LFO Recommended	-	-	-	(507,851)	-	-	(507,851)	-	-
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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 Approve.

LFO Recommended	(84,570)	-	(61)	-	-	-	(84,631)	-	-
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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 Approve.

LFO Recommended	(677,063)	-	(489)	-	-	-	(677,552)	-	-
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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 This package adjusts for mandated caseload based on the April 2012 forecast, corrects the PERS line-item to reflect the correct Police & Fire rate (\$60,768 GF & \$44 OF); shifts treatment program funding to OMR (\$537,971 GF); and allocates a management reduction target to help balance the Public Safety budget (\$1,383,120 GF).

LFO Recommendation Approve.

LFO Recommended	(2,976,900)	-	44	-	-	-	(2,976,856)	1	0.21
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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	133,972,115	-	-	-	-	1,262,826	135,234,941	-	-
2011-13 Ebds, SS & Admin Act	4,887,059	-	-	-	192,754,457	-	197,641,516	-	-
Ways & Means Actions	-	-	-	-	-	-	-	-	-
2011-13 Leg Approved Budget	138,859,174	-	-	-	192,754,457	1,262,826	332,876,457	-	-
2011-13 Leg Approved Budget (Base)	138,859,174	-	-	-	-	1,262,826	140,122,000	-	-
Summary of Base Adjustments	(7,415,060)	-	-	-	-	-	(7,415,060)	-	-
2013-15 Base Budget	131,444,114	-	-	-	-	1,262,826	132,706,940	-	-
2013-15 Current Service Level	131,444,114	-	-	-	-	1,262,826	132,706,940	-	-
Adjusted 2013-15 Current Service Level	131,444,114	-	-	-	-	1,262,826	132,706,940	-	-
Total LFO Recommended Packages	(1,733,940)	-	815,000	-	-	-	(918,940)	-	-
2013-15 Legislative Actions	129,710,174	-	815,000	-	-	1,262,826	131,788,000	-	-
Net change from 2011-13 Leg Approved Budget	(9,149,000)	-	815,000	-	(192,754,457)	-	(201,088,457)	-	-
Percent change from 2011-13 Leg Approved Budget	(6.6%)	0.0%	100.0%	0.0%	(100.0%)	0.0%	(60.4%)	0.0%	0.0%
Net change from 2013-15 Current Service Level	(1,733,940)	-	815,000	-	-	-	(918,940)	-	-
Percent change from 2013-15 Current Service Level	(1.3%)	0.0%	100.0%	0.0%	0.0%	0.0%	(0.7%)	0.0%	0.0%

	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 This packages reflects revised debt service estimates based on a Spring 2012 refinancing by DAS and updated estimates of Other Funds resources available.

LFO Recommendation Approve.

LFO Recommended	(1,733,940)	-	815,000	-	-	-	(918,940)	-	-
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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	2,543,185	-	-	-	-	-	2,543,185	-	-
2011-13 Ebds, SS & Admin Act	92,240	-	413,449	-	-	-	505,689	-	-
Ways & Means Actions	-	-	-	-	-	-	-	-	-
2011-13 Leg Approved Budget	2,635,425	-	413,449	-	-	-	3,048,874	-	-
2011-13 Leg Approved Budget (Base)	2,635,425	-	413,449	-	-	-	3,048,874	-	-
Summary of Base Adjustments	-	-	-	-	-	-	-	-	-
2013-15 Base Budget	2,635,425	-	413,449	-	-	-	3,048,874	-	-
020: Phase In / Out Pgm & One-time Cost	-	-	(413,449)	-	-	-	(413,449)	-	-
030: Inflation & Price List Adjustments	63,250	-	-	-	-	-	63,250	-	-
2013-15 Current Service Level	2,698,675	-	-	-	-	-	2,698,675	-	-
Adjusted 2013-15 Current Service Level	2,698,675	-	-	-	-	-	2,698,675	-	-
2013-15 Legislative Actions	2,698,675	-	-	-	-	-	2,698,675	-	-
Net change from 2011-13 Leg Approved Budget	63,250	-	(413,449)	-	-	-	(350,199)	-	-
Percent change from 2011-13 Leg Approved Budget	2.4%	0.0%	(100.0%)	0.0%	0.0%	0.0%	(11.5%)	0.0%	0.0%
Net change from 2013-15 Current Service Level	-	-	-	-	-	-	-	-	-
Percent change from 2013-15 Current Service Level	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%

	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	-	-	-	-	-	-	-	-	-
2011-13 Ebds, SS & Admin Act	-	-	-	-	-	-	-	-	-
Ways & Means Actions	-	-	-	-	-	-	-	-	-
2011-13 Leg Approved Budget	-	-	-	-	-	-	-	-	-
2011-13 Leg Approved Budget (Base)	-	-	-	-	-	-	-	-	-
Summary of Base Adjustments	-	-	-	-	-	-	-	-	-
2013-15 Base Budget	-	-	-	-	-	-	-	-	-
2013-15 Current Service Level	-	-	-	-	-	-	-	-	-
Adjusted 2013-15 Current Service Level	-	-	-	-	-	-	-	-	-
Total LFO Recommended Packages	-	-	-	-	-	-	-	-	-
2013-15 Legislative Actions	-	-	-	-	-	-	-	-	-
Net change from 2011-13 Leg Approved Budget	-	-	-	-	-	-	-	-	-
Percent change from 2011-13 Leg Approved Budget	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Net change from 2013-15 Current Service Level	-	-	-	-	-	-	-	-	-
Percent change from 2013-15 Current Service Level	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%

	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 090 Analyst Adjustments

Package Description This package adds Other Funds expenditure limitation to fund deferred maintenance projects on existing correctional facilities.

LFO Recommendation Deny the package at this time. The Capital Construction Subcommittee will review project and bonding request. Most, if not all, of the projects included in the Governor's budget are actually capital improvements of less than \$1 million each. If approved, expenditure limitation will be added at a later date.

LFO Recommended	-	-	-	-	-	-	-	-	-
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Legislatively Proposed 2013-2015 Key Performance Measures

Agency: CORRECTIONS, DEPARTMENT of

Mission: The mission of the Oregon Department of Corrections is to promote public safety by holding offenders accountable for their actions and reducing the risk of future criminal behavior.

Legislatively Proposed KPMs	Customer Service Category	Agency Request	Most Current Result	Target 2014	Target 2015
1 - Percentage of inmates in compliance with 40-hour work/education requirements of the constitution (Ballot Measure 17).		Approved KPM	68.95	80.00	80.00
2 - Percentage of high and medium-risk inmates that complete a program prioritized in their corrections plan.		Approved KPM	78.00	75.00	75.00
3 - Percent of offenders on post-prison supervision convicted of a felony within three years of release from prison.		Approved KPM	28.40	30.00	30.00
4 - The rate of Class 1 assaults on individual staff per month (rate per 1000 employees).		Approved KPM	1.74	1.50	1.50
5 - The rate of inmate walk-a-ways from outside work crews per month.		Approved KPM	0.25	1.00	1.00
6 - Reduce the annual average electricity and natural gas usage. Measure on a BTU per square foot basis.		Approved KPM	14,063.00	14,270.00	14,270.00
7 - Number of inmates sanctioned for Level 1 misconducts—(monthly average/1,000 inmates).		Approved KPM	9.40	9.30	9.30
8 - The number of escapes per year from secure-custody facilities (armed perimeter).		Approved KPM	0.00	0.00	0.00
9 - The number of escapes from DOC unarmed perimeter facilities.		Approved KPM	2.00	0.00	0.00
10 - Percent of inmates who successfully complete transitional leave.		Approved KPM	87.00	88.00	88.00
11 - Percent of customers rating their satisfaction with the agency customer service as “good” or “excellent”: overall customer service, timeliness, accuracy, helpfulness, expertise and availability of information.	Accuracy	Approved KPM	92.00	90.00	90.00
11 - Percent of customers rating their satisfaction with the agency customer service as “good” or “excellent”: overall customer service, timeliness, accuracy, helpfulness, expertise and availability of information.	Availability of Information	Approved KPM	86.00	90.00	90.00

Agency: CORRECTIONS, DEPARTMENT of

Mission: The mission of the Oregon Department of Corrections is to promote public safety by holding offenders accountable for their actions and reducing the risk of future criminal behavior.

Legislatively Proposed KPMs	Customer Service Category	Agency Request	Most Current Result	Target 2014	Target 2015
11 - Percent of customers rating their satisfaction with the agency customer service as "good" or "excellent": overall customer service, timeliness, accuracy, helpfulness, expertise and availability of information.	Expertise	Approved KPM	91.00	90.00	90.00
11 - Percent of customers rating their satisfaction with the agency customer service as "good" or "excellent": overall customer service, timeliness, accuracy, helpfulness, expertise and availability of information.	Helpfulness	Approved KPM	93.00	90.00	90.00
11 - Percent of customers rating their satisfaction with the agency customer service as "good" or "excellent": overall customer service, timeliness, accuracy, helpfulness, expertise and availability of information.	Overall	Approved KPM	93.00	90.00	90.00
11 - Percent of customers rating their satisfaction with the agency customer service as "good" or "excellent": overall customer service, timeliness, accuracy, helpfulness, expertise and availability of information.	Timeliness	Approved KPM	91.00	90.00	90.00
12 - Percent of total inmate care encounters that occur offsite.		Approved KPM	0.62	1.00	1.00
13 - Number of workers compensation time loss days per 100 employees on a fiscal year basis.		Approved KPM	57.04	66.15	66.15

LFO Recommendation:

Approve the 2014 and 2015 targets.

Sub-Committee Action: