
MEMORANDUM

Legislative Fiscal Office
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To: Human Services Subcommittee

From: Laurie Byerly, Legislative Fiscal Office
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Date: June 3, 2013

Subject: Department of Human Services (DHS) – SB 5529
Vocational Rehabilitation
Work Session Recommendations

DHS – Vocational Rehabilitation (Program Totals)

	2009-11 Actual	2011-13 Legislatively Approved	2013-15 Current Service Level	2013-15 LFO Recommended
General Fund	14,339,538	15,879,444	16,617,227	17,716,441
Other Funds	1,885,239	2,269,521	2,324,474	2,318,055
Federal Funds	57,098,909	61,506,963	65,274,269	71,425,384
Total Funds	\$73,323,686	\$79,655,928	\$84,215,970	\$91,459,880
Positions	227	224	224	224
FTE	222.31	220.28	220.28	220.28

Attached are the recommendations from the Legislative Fiscal Office for the Vocational Rehabilitation (VR) program. The LFO recommended budget is 5.3% General Fund and 13.6% total funds more than the 2011-13 Legislatively Approved Budget. It contains the following:

- Standard adjustments for PERS policy changes.
- Fundshift of \$311,750 from Federal Funds to General Fund to address known first quarter sequestration impacts.
- Addition of \$7,160,776 Federal Funds to align budget with five-year spending plan.
- A net decrease of \$94,474 total funds related to technical adjustments/transfers.
- Adds \$1,000,000 General Fund for distribution to Centers for Independent Living (CIL). Increase expected to bring budgets for Eastern Oregon Center for Independent Living (EOCIL) and Lane Independent Living Alliance (LILA) up to minimal operating level. Also covers a portion of requested increase in overall base funding for all CILs.

Adjustments to Current Service Level:

See attached “SB 5529 Work Session” spreadsheet 5/31/13.

LFO recommends the Subcommittee approve a 2013-15 DHS Vocational Rehabilitation preliminary budget as follows:

\$ 17,716,441	General Fund
\$ 2,318,055	Other Funds
\$ 71,425,384	Federal Funds
224	Positions
220.28	FTE

Accept LFO Recommendation

Move the LFO recommendation for Vocational Rehabilitation.

Performance Measures

See attached “Legislatively Proposed 2013-15 Key Performance Measures” form for measures tied to this specific program. An agency-wide report will be presented for review and approval as part of the final action on the DHS budget.

Accept LFO Recommendation

Move the LFO recommendation on Key Performance Measures for Vocational Rehabilitation.

Budget Notes (if needed)

No budget notes are proposed for this program.

Recommended Changes to Appropriation Bill

The Vocational Rehabilitation budget is part of SB 5529, which is the budget bill for the entire Department of Human Services. The recommended amendments to SB 5529 will be presented after work sessions are completed on all parts of the budget.

DEPARTMENT OF HUMAN SERVICES: VOCATIONAL REHABILITATION PROGRAM
SB 5529 WORK SESSION

	GEN FUND	LOTTERY	OTHER	FEDERAL	NL Other Funds	NL Fed Funds	Total Funds	POS	FTE	Comments
2011-13 Legislatively Approved Budget (As of December 2012)	15,879,444	-	2,269,521	61,506,963	-	-	79,655,928	224	220.28	
2013-15 Current Service Level Estimate (at Governor's Budget)	16,617,227	-	2,324,474	65,274,269	-	-	84,215,970	224	220.28	
2013-15 Governor's Budget	16,445,239	-	2,320,412	64,627,927	-	-	83,393,578	224	220.28	
2013-15 LFO RECOMMENDED BUDGET	17,716,441	-	2,318,055	71,425,384	-	-	91,459,880	224	220.28	
1 2013-15 LFO RECOMMENDED BUDGET ADJUSTMENTS DETAIL										
2										
3 2013-15 Current Service Level Estimate	16,617,227	-	2,324,474	65,274,269	-	-	84,215,970	224	220.28	
4										
5 LFO Recommendations for Existing Packages										
6 Pkg 092: PERS Taxation Policy	(19,130)	-	(452)	(71,892)	-	-	(91,474)	-	-	
7 Pkg 093: Other PERS Adjustments	(152,858)	-	(3,610)	(574,450)	-	-	(730,918)	-	-	
8 Subtotal recommended existing packages	(171,988)	-	(4,062)	(646,342)	-	-	(822,392)	-	-	
9										
10 Other LFO Recommended Adjustments										
11 Pkg 810: LFO Analyst Adjustments										
12 First Quarter Sequestration Impact	311,750	-	-	(311,750)	-	-	-	-	-	Remaining risk = \$2.2 M
13 Adjust Federal Funds to 5 year spending plan	-	-	-	7,160,776	-	-	7,160,776	-	-	Possible reallocation funds
14 Technical adjustments and transfers	(40,548)	-	(2,357)	(51,569)	-	-	(94,474)	-	-	Move MT and UA to SAEC
14 Pkg 811: Centers for Independent Living	1,000,000	-	-	-	-	-	1,000,000	-	-	EOCIL & LILA + 1/2 base request
15 Subtotal other LFO recommended adjustments	1,271,202	-	(2,357)	6,797,457	-	-	8,066,302	-	-	
16										
17 Total adjustments LFO Rec from CSL	1,099,214	-	(6,419)	6,151,115	-	-	7,243,910	-	-	
18										
19 TOTAL 2013-15 LFO Recommended Budget	17,716,441	-	2,318,055	71,425,384	-	-	91,459,880	224	220.28	
20										
21 % Change from 2011-13 Approved	11.57%	0.00%	2.14%	16.13%	0.00%	0.00%	14.82%	0.00%	0.00%	
22 % Change from 2013-15 CSL Estimate	6.61%	0.00%	-0.28%	9.42%	0.00%	0.00%	8.60%	0.00%	0.00%	
23 % Change from 2013-15 Governor's Budget	7.73%	0.00%	-0.10%	10.52%	0.00%	0.00%	9.67%	0.00%	0.00%	

Legislatively Proposed 2013-15 Key Performance Measures

Agency: HUMAN SERVICES, DEPARTMENT of

Mission: Assisting people to become independent, healthy and safe.

Current KPM #	Proposed KPM #	Legislatively Proposed KPMs	PGM	Agency Request	Most Current Result	Target 2014	Target 2015
1	1	OVRs CLOSED -EMPLOYED - The percentage of Office of Vocational Rehabilitation Services (OVRs) consumers with a goal of employment who are employed.	VR	Approved KPM	57.00	66.00	66.00

LFO Recommendation:

Approve the performance measure with targets as shown.