
MEMORANDUM

Legislative Fiscal Office
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To: *Public Safety Subcommittee*

From: *John Borden, Legislative Fiscal Office*
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Date: June 10th, 2013

Subject: *Oregon Military Department – SB 5534*
Work Session Recommendations

Military Department – Agency Totals

Fund-type Positions/FTE	2009-11 Actuals	2011-13 Legislatively Approved	2013-15 Current Service Level	2013-15 LFO Recommended
General Fund	22,898,158	28,582,492	25,228,745	24,052,566
Other Funds	88,865,130	131,769,678	29,861,062	102,274,710
Federal Funds	207,961,728	295,951,938	270,300,364	282,927,093
Total Funds	\$319,725,016	\$456,304,108	\$325,390,171	\$409,254,369
Positions	549	518	452	523
FTE	490.62	460.38	408.94	479.51

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

- Package 081 – May 2012 Emergency Board (<\$450,828>)(3.00 FTE)
- Package 091 – Statewide Administrative Savings (<\$607,431>)
- Package 092 – PERS Tax Policy (<\$188,687>)
- Package 093 – Other PERS Adjustments (<\$1,507,694>)
- Package 201 – Operations New Positions (\$1,565,808)(11.63 FTE)
- Package 203 – Umatilla Caretaker Contract (\$8,995,890)(23.00 FTE)
- Package 204 – Kingsley Field Firefighters (\$1,297,174)(7.00 FTE)
- Package 302 – 9-1-1 Sunset Extension (\$62,528,008)(9.44 FTE)
- Package 303 – 9-1-1 Next Generation Coordinator (\$277,868)(1.00 FTE)
- Package 304 – Fund Shift (\$1,053,855)
- Package 308 – OEM Seismic Rehabilitation (\$7,293,839)
- Package 401 – YCP Imitation Increases (\$310,000)
- Package 811 – Additional Support for Airbases (\$1,700,000)(8.00 FTE)
- Package 812 – Support Positions (\$1,378,396)(8.00 FTE)
- Package 813 – Fund Shifts (\$1,264,954 from GF to OF)
- Package 815 – OYCP Federal Sequestration (\$218,000)

- Package 204 – Q-Bond Issuance Costs (*recommendation only*)
- Package 496 – New Debt Service (*recommendation only*)
- Package 499 – Capital Construction (*recommendation only*)

Adjustments to Current Service Level:

See attached "Work Session Presentation Report" dated 6/04/13.

Move the LFO recommendation to SB 5534.

Performance Measures

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

Move the LFO recommendation on Key Performance Measures

Budget Note

The following proposed budget note is to be included in the SB 5534 budget report:

The agency's proposed transition to Next Generation 9-1-1 Internet Protocol Network or Emergency Services Internet Protocol Network across Oregon is approved conditionally. The agency is directed to work with the Department of Administrative Services to develop a comprehensive set of foundational project management documents for the design, installation, and implementation of a statewide Next Generation 9-1-1 Internet Protocol Network. The foundational project management documents, accompanied by independent quality control reviews, are to be provided to the Legislative Fiscal Office by no later than December 1, 2013 in order for LFO to conduct a readiness assessment of the project. The Military Department is to report to the Legislature in 2014 on the status of the project and final authority to proceed with the project.

Move the LFO recommended budget note.

Recommended Changes to Appropriation Bill:

The Legislative Fiscal Office recommends a budget of \$24,052,566 *General Fund*, \$102,274,710 *Other Funds*, and \$282,927,093 *Federal Funds*, and 523 positions (479.51 FTE) and that SB 5534 be amended accordingly.

SECTION 1. There are appropriated to the Oregon Military Department, for the biennium beginning July 1, 2013, out of the General Fund, the following amounts, for the following purposes:

(1) Administration.....	\$ 4,436,451
(2) Operations.....	\$ 6,369,813
(3) Emergency management.....	\$ 1,888,413
(4) Community support	\$ 205,681
(5) Capital debt service and related costs.....	\$ 11,152,208

SECTION 2. Notwithstanding any other law limiting expenditures, the following amounts are established for the biennium beginning July 1, 2013, as the maximum limits for payment of expenses from fees, moneys or other revenues, including Miscellaneous Receipts and reimbursements from federal service agreements, but excluding lottery funds and federal funds not described in this section, collected or received by the Oregon Military Department, for the following purposes:

- (1) Administration..... \$ 2,187,283
- (2) Operations..... \$ 5,430,904
- (3) Emergency management..... \$ 92,480,445
- (4) Community support \$ 2,068,723
- (5) Capital debt service and related costs..... \$ 107,355

SECTION 3. Notwithstanding any other law limiting expenditures, the following amounts are established for the biennium beginning July 1, 2013, as the maximum limits for payment of expenses from federal funds, other than those described in section 2 of this 2013 Act, collected or received by the Oregon Military Department, for the following purposes:

- (1) Operations..... \$113,016,545
- (2) Emergency management..... \$157,340,047
- (3) Community support \$ 7,939,197
- (4) Capital improvement..... \$ 4,631,304

SB 5534 Final Subcommittee Action:

Move SB 5534 to the full committee with a "do pass" recommendation, as modified.

Chair to assign carriers:

Full: _____
2nd Chamber: _____

	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	24,068,435	-	125,448,360	288,377,938	-	-	437,894,733	493	448.30
2011-13 Ebds, SS & Admin Act	4,514,057	-	5,248,948	7,574,000	1,072,370	-	18,409,375	25	12.08
Ways & Means Actions	-	-	-	-	-	-	-	-	-
2011-13 Leg Approved Budget	28,582,492	-	130,697,308	295,951,938	1,072,370	-	456,304,108	518	460.38
2011-13 Leg Approved Budget (Base)	28,412,492	-	130,114,866	288,377,938	-	-	446,905,296	493	448.30
Summary of Base Adjustments	2,396,195	-	(4,650,858)	(9,319,911)	-	-	(11,574,574)	(16)	(14.42)
2013-15 Base Budget	30,808,687	-	125,464,008	279,058,027	-	-	435,330,722	477	433.88
010: Non-PICS Pers Svc/Vacancy Factor	(114,529)	-	51,486	(90,342)	-	-	(153,385)	-	-
020: Phase In / Out Pgm & One-time Cost	(5,528,894)	-	(96,174,460)	(14,515,157)	-	-	(116,218,511)	(25)	(24.94)
030: Inflation & Price List Adjustments	60,605	-	576,646	5,794,094	-	-	6,431,345	-	-
050: Fundshifts and Revenue Reductions	2,876	-	(56,618)	53,742	-	-	-	-	-
2013-15 Current Service Level	25,228,745	-	29,861,062	270,300,364	-	-	325,390,171	452	408.94
080: E-Boards	(114,208)	-	(3,872)	(332,748)	-	-	(450,828)	(3)	(3.00)
Adjusted 2013-15 Current Service Level	25,114,537	-	29,857,190	269,967,616	-	-	324,939,343	449	405.94
Total LFO Recommended Packages	(1,061,971)	-	72,417,520	12,959,477	-	-	84,315,026	74	73.57
2013-15 Legislative Actions	24,052,566	-	102,274,710	282,927,093	-	-	409,254,369	523	479.51
Net change from 2011-13 Leg Approved Budget	(4,529,926)	-	(28,422,598)	(13,024,845)	(1,072,370)	-	(47,049,739)	5	19.13
Percent change from 2011-13 Leg Approved Budget	(15.8%)	0.0%	(21.7%)	(4.4%)	(100.0%)	0.0%	(10.3%)	1.0%	4.2%
Net change from 2013-15 Current Service Level	(1,061,971)	-	72,417,520	12,959,477	-	-	84,315,026	74	73.57
Percent change from 2013-15 Current Service Level	(4.2%)	0.0%	242.5%	4.8%	0.0%	0.0%	25.9%	16.5%	18.1%

	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	3,814,012	-	2,019,192	-	-	-	5,833,204	23	21.68
2011-13 Ebds, SS & Admin Act	-	-	109,087	-	-	-	109,087	2	0.58
Ways & Means Actions	-	-	-	-	-	-	-	-	-
2011-13 Leg Approved Budget	3,814,012	-	2,128,279	-	-	-	5,942,291	25	22.26
2011-13 Leg Approved Budget (Base)	3,814,012	-	2,019,192	-	-	-	5,833,204	23	21.68
Summary of Base Adjustments	365,166	-	36,695	-	-	-	401,861	-	-
2013-15 Base Budget	4,179,178	-	2,055,887	-	-	-	6,235,065	23	21.68
010: Non-PICS Pers Svc/Vacancy Factor	(16,819)	-	9,475	-	-	-	(7,344)	-	-
020: Phase In / Out Pgm & One-time Cost	(18,421)	-	-	-	-	-	(18,421)	-	0.32
030: Inflation & Price List Adjustments	474,982	-	4,454	-	-	-	479,436	-	-
2013-15 Current Service Level	4,618,920	-	2,069,816	-	-	-	6,688,736	23	22.00
080: E-Boards	1,245	-	(3,872)	-	-	-	(2,627)	-	-
Adjusted 2013-15 Current Service Level	4,620,165	-	2,065,944	-	-	-	6,686,109	23	22.00
Total LFO Recommended Packages	(183,714)	-	121,339	-	-	-	(62,375)	1	1.00
2013-15 Legislative Actions	4,436,451	-	2,187,283	-	-	-	6,623,734	24	23.00
Net change from 2011-13 Leg Approved Budget	622,439	-	59,004	-	-	-	681,443	(1)	0.74
Percent change from 2011-13 Leg Approved Budget	16.3%	0.0%	2.8%	0.0%	0.0%	0.0%	11.5%	(4.0%)	3.3%
Net change from 2013-15 Current Service Level	(183,714)	-	121,339	-	-	-	(62,375)	1	1.00
Percent change from 2013-15 Current Service Level	(4.0%)	0.0%	5.9%	0.0%	0.0%	0.0%	(0.9%)	4.3%	4.5%

	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 081 May 2012 E-Board

Package Description This package makes changes resulting from reclassifying three positions from management to represented status to carry out the direction of the 2012 Legislature in House Bill 4131 to reduce the ratio of supervisory to non-supervisory employees.

LFO Recommendation Approve the policy package.

LFO Analyst Notes SB 5534 (2013)

LFO Recommended	1,245	-	(3,872)	-	-	-	(2,627)	-	-
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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 abolishes one part-time position in the Public Affairs Office and reduces the FTE of the Personnel Director from 1.00 to 0.50.

These reductions were taken from the agency's 10% reduction list in order to meet resource constraints.

LFO Recommendation Deny the policy package.

LFO Analyst Notes SB 5534 (2013)

LFO Recommended

	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 policy package.

LFO Analyst Notes SB 5534 (2013)

LFO Recommended	(20,225)	-	(113,397)	-	-	-	(133,622)	-	-
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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 the policy package.

LFO Analyst Notes SB 5534 (2013)

LFO Recommended	(8,012)	-	(3,975)	-	-	-	(11,987)	-	-
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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 the policy package.

LFO Analyst Notes SB 5534 (2013)

LFO Recommended	(64,017)	-	(31,759)	-	-	-	(95,776)	-	-
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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 812 Support Positions

Package Description This package provides for one permanent full time Accountant 3 position. This position is needed to continue accounting support for capital projects and debt service for the agency. An existing Accountant 3 position is slated to be eliminated as part of Senate Bill 813 and the anticipated transfer of the Seismic Rehabilitation Grant Program to Business Oregon.

LFO Recommendation Approve the policy package.

Budget Instructions The Department of Administrative Services is directed to unschedule the General Fund appropriation and Other Funds expenditure limitation until the passage of SB 813 (2013).

LFO Analyst Notes SB 5534 (2013); Also see SB 813 (2013)

LFO Recommended	89,505	-	89,505	-	-	-	179,010	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 813 Fund Shifts

Package Description This package temporarily fund shifts the Deputy Director position from General Fund to Other Funds for the 2013-15 biennium only. This fund shift was taken as part of the agency's proposed General Fund reduction options. The source of Other Funds is the Emergency Communications Tax.

LFO Recommendation Approve the policy package. If substantive legislation to extend the sunset of the emergency communications tax fails to become law, then the agency's budget will be adjusted for this policy package during the Legislative session in 2014.

LFO Analyst Notes SB 5534 (2013)

LFO Recommended	(180,965)	-	180,965	-	-	-	-	-	-
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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	8,248,766	-	4,523,983	96,387,205	-	-	109,159,954	374	330.30
2011-13 Ebds, SS & Admin Act	206,891	-	-	5,000,000	-	-	5,206,891	23	11.50
Ways & Means Actions	-	-	-	-	-	-	-	-	-
2011-13 Leg Approved Budget	8,455,657	-	4,523,983	101,387,205	-	-	114,366,845	397	341.80
2011-13 Leg Approved Budget (Base)	8,285,657	-	4,523,983	96,387,205	-	-	109,196,845	374	330.30
Summary of Base Adjustments	264,645	-	121,245	3,231,714	-	-	3,617,604	(14)	(12.42)
2013-15 Base Budget	8,550,302	-	4,645,228	99,618,919	-	-	112,814,449	360	317.88
010: Non-PICS Pers Svc/Vacancy Factor	(93,098)	-	14,032	(134,907)	-	-	(213,973)	-	-
020: Phase In / Out Pgm & One-time Cost	(1,214,499)	-	-	(56,523)	-	-	(1,271,022)	(3)	(3.00)
030: Inflation & Price List Adjustments	(464,119)	-	20,980	1,881,655	-	-	1,438,516	-	-
2013-15 Current Service Level	6,778,586	-	4,680,240	101,309,144	-	-	112,767,970	357	314.88
080: E-Boards	-	-	-	(332,748)	-	-	(332,748)	(2)	(2.00)
Adjusted 2013-15 Current Service Level	6,778,586	-	4,680,240	100,976,396	-	-	112,435,222	355	312.88
Total LFO Recommended Packages	(408,773)	-	750,664	12,040,149	-	-	12,382,040	53	52.63
2013-15 Legislative Actions	6,369,813	-	5,430,904	113,016,545	-	-	124,817,262	408	365.51
Net change from 2011-13 Leg Approved Budget	(2,085,844)	-	906,921	11,629,340	-	-	10,450,417	11	23.71
Percent change from 2011-13 Leg Approved Budget	(24.7%)	0.0%	20.0%	11.5%	0.0%	0.0%	9.1%	2.8%	6.9%
Net change from 2013-15 Current Service Level	(408,773)	-	750,664	12,040,149	-	-	12,382,040	53	52.63
Percent change from 2013-15 Current Service Level	(6.0%)	0.0%	16.0%	11.9%	0.0%	0.0%	11.0%	14.9%	16.8%

	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 This package makes changes resulting from abolishing two management positions and reclassifying a third position from management to represented status to carry out the direction of the 2012 Legislature in House Bill 4131 to reduce the ratio of supervisory to non-supervisory employees and the direction of the 2011 Legislature in House Bill 2020 to reduce the ratio of managerial employees to public employees.

LFO Recommendation Approve the policy package.

LFO Analyst Notes SB 5534 (2013)

LFO Recommended	-	-	-	(332,748)	-	-	(332,748)	(2)	(2.00)
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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 the policy package.

LFO Analyst Notes SB 5534 (2013)

LFO Recommended	(28,884)	-	(276,063)	-	-	-	(304,947)	-	-
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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 the policy package.

LFO Analyst Notes SB 5534 (2013)

LFO Recommended	(7,140)	-	(7,898)	(127,125)	-	-	(142,163)	-	-
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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 the policy package.

LFO Analyst Notes SB 5534 (2013)

LFO Recommended	(57,049)	-	(63,112)	(1,015,787)	-	-	(1,135,948)	-	-
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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 201 Operations Program New Positions

Package Description This package establishes 12 new positions. It establishes one a custodian, five facility maintenance specialists, one facility operations specialist, one program analyst, one construction manager, one natural resource specialist, one administrative specialist, and one deputy fire chief. The positions are funded with a combination of Other Funds (armory rental revenue) and Federal Funds.

LFO Recommendation Approve the policy package.

LFO Analyst Notes SB 5534 (2013)

LFO Recommended	-	-	238,924	1,326,884	-	-	1,565,808	12	11.63
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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 203 Umatilla Caretaker Contract

Package Description This package provides Federal Funds expenditure limitation and limited duration position authority to perform the duties under a Caretaker Intergovernment Agreement with the U.S. Army to support functional activities at the Umatilla Chemical Depot over a period of three to five years. The package continues 23 limited duration positions established by the May 2012 Emergency Board for this purpose.

LFO Recommendation Approve the policy package.

LFO Analyst Notes SB 5534 (2013)

LFO Recommended	-	-	-	8,995,890	-	-	8,995,890	23	23.00
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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 204 Kingsley Field Firefighters

Package Description This package establishes six permanent Federal Funds firefighter positions at the Klamath Falls Air National Guard Base to replace limited duration positions approved in the 2011-13 biennium. This package also establishes one lieutenant position at the same location to serve as a team leader in a fire suppression unit and to provide additional services to the base.

LFO Recommendation Approve the policy package.

LFO Analyst Notes SB 5534 (2013)

LFO Recommended	-	-	-	1,297,174	-	-	1,297,174	7	7.00
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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 206 Q-Bond Issuance Costs

Package Description This package provides Other Funds expenditure limitation for issuance costs on new Article XI-Q bonds that will fund three major construction Service Life Extension projects: Roseburg Armory, Grants Pass Armory, and Scharff Hall (Portland). The Scharff Hall project includes a purchase component in addition to the Service Life Extension. The debt service on the bonds that finance these construction projects is in Package 496 in Capital Debt Service and Related Costs. The construction costs of these projects are in Package 499 in Capital Construction.

This package had totaled \$191,924.

LFO Recommendation Defer the policy package pending final legislative decisions on SB 5507 - Capital Construction and SB 5506 - Bonding measures.

LFO Analyst Notes SB 5534 (2013)

LFO Recommended - - - - -

	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 811 Additional Support for Airbases

Package Description This package establishes eight positions approved as Limited Duration (one Electrician 2; two Facility Energy Technician 3; two Facility Maintenance Specialists; two Transportation Maintenance Specialist 2; one Facility Engineer. This package also provides for \$673,230 in Services and Supplies.

LFO Recommendation Approve the policy package, as a one-time General Fund and Federal Funds expenditure increase.

LFO Analyst Notes SB 5534 (2013)

LFO Recommended	340,000	-	-	1,360,000	-	-	1,700,000	8	8.00
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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 812 Support Positions

Package Description This package provides for three permanent full time Facility Maintenance Specialist positions (3.00 FTE). The revenue source to fund this package is armory rental revenue.

LFO Recommendation Approve the policy package.

LFO Analyst Notes SB 5534 (2013)

LFO Recommended	-	-	203,113	203,113	-	-	406,226	3	3.00
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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 813 Fund Shifts

Package Description This package fund shifts \$655,700 of General Fund to Energy Trust of Oregon incentive payments that the agency is expected to receive during the biennium. The General Fund savings from this package remains within the agency and is used to fund critical priorities.

LFO Recommendation Approve the policy package as a one-time fund shift.

LFO Analyst Notes SB 5534 (2013)

LFO Recommended	(655,700)	-	655,700	-	-	-	-	-	-
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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	2,077,804	-	112,206,831	167,177,442	-	-	281,462,077	50	50.32
2011-13 Ebds, SS & Admin Act	4,379,103	-	4,040,000	120,000	-	-	8,539,103	-	-
Ways & Means Actions	-	-	-	-	-	-	-	-	-
2011-13 Leg Approved Budget	6,456,907	-	116,246,831	167,297,442	-	-	290,001,180	50	50.32
2011-13 Leg Approved Budget (Base)	6,456,907	-	116,206,831	167,177,442	-	-	289,841,180	50	50.32
Summary of Base Adjustments	269,192	-	260,408	117,063	-	-	646,663	(2)	(2.00)
2013-15 Base Budget	6,726,099	-	116,467,239	167,294,505	-	-	290,487,843	48	48.32
010: Non-PICS Pers Svc/Vacancy Factor	(4,618)	-	32,729	61,277	-	-	89,388	-	-
020: Phase In / Out Pgm & One-time Cost	(4,295,974)	-	(95,898,384)	(14,458,634)	-	-	(114,652,992)	(22)	(22.26)
030: Inflation & Price List Adjustments	44,073	-	506,722	3,625,263	-	-	4,176,058	-	-
050: Fundshifts and Revenue Reductions	2,876	-	(56,618)	53,742	-	-	-	-	-
2013-15 Current Service Level	2,472,456	-	21,051,688	156,576,153	-	-	180,100,297	26	26.06
080: E-Boards	(115,453)	-	-	-	-	-	(115,453)	(1)	(1.00)
Adjusted 2013-15 Current Service Level	2,357,003	-	21,051,688	156,576,153	-	-	179,984,844	25	25.06
Total LFO Recommended Packages	(468,590)	-	71,428,757	763,894	-	-	71,724,061	20	19.94
2013-15 Legislative Actions	1,888,413	-	92,480,445	157,340,047	-	-	251,708,905	45	45.00
Net change from 2011-13 Leg Approved Budget	(4,568,494)	-	(23,766,386)	(9,957,395)	-	-	(38,292,275)	(5)	(5.32)
Percent change from 2011-13 Leg Approved Budget	(70.8%)	0.0%	(20.4%)	(6.0%)	0.0%	0.0%	(13.2%)	(10.0%)	(10.6%)
Net change from 2013-15 Current Service Level	(468,590)	-	71,428,757	763,894	-	-	71,724,061	20	19.94
Percent change from 2013-15 Current Service Level	(19.9%)	0.0%	339.3%	0.5%	0.0%	0.0%	39.9%	80.0%	79.6%

	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 This package abolishes one administrative specialist position in the Seismic Rehabilitation Grant Program and associated General Fund appropriation as the result of the February 2012 Legislative Session's actions to achieve a \$28 million General Fund / Lottery Funds reduction in the 2011-13 biennium.

LFO Recommendation Approve the policy package.

LFO Analyst Notes SB 5534 (2013)

LFO Recommended	(115,453)	-	-	-	-	-	(115,453)	(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 provides Other Funds expenditure limitation and position authority to sell \$30 million of seismic rehabilitation bonds and to operate the Seismic Rehabilitation Grant Program to award grants to educational and public safety organizations. The package assumes the bonds are sold late in the biennium and do not add to debt service during the biennium. The package adds one Administrative Specialist 1 position (0.50 FTE) and one Program Analyst 3 position (0.50 FTE) to help administer the new grants.

LFO Recommendation Deny the policy package.

LFO Analyst Notes See SB 813.

LFO Recommended - - - - -

	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 policy package.

LFO Analyst Notes SB 5534 (2013)

LFO Recommended	(10,741)	-	(40,836)	-	-	-	(51,577)	-	-
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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 the policy package.

LFO Analyst Notes SB 5534 (2013)

LFO Recommended	(3,288)	-	(7,049)	(8,693)	-	-	(19,030)	-	-
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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 the policy package.

LFO Analyst Notes SB 5534 (2013)

LFO Recommended	(26,272)	-	(56,327)	(69,463)	-	-	(152,062)	-	-
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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 302 9-1-1 Sunset Extension

Package Description This package provides 18-months of Other Funds expenditure limitation and position authority to accommodate the continuation of the state 9-1-1 emergency reporting system past its sunset date of January 1, 2014.

LFO Recommendation Approve the policy package. If substantive legislation to extend the sunset of the emergency communications tax fails to become law, then the agency's budget will be adjusted for this policy package during the Legislative session in 2014.

LFO Analyst Notes SB 5534 (2013); Also see HB 3317 (2013)

LFO Recommended	-	-	62,528,008	-	-	-	62,528,008	9	9.44
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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 303 9-1-1 Next Generation Coordinator

Package Description This package provides position authority and Other Funds expenditure limitation to establish an Information Systems Specialist 7 position to act as the 9-1-1 Next Generation project manager for the agency's proposed transition to Next Generation 9-1-1 Internet Protocol Network or Emergency Services IP Network across Oregon .

LFO Recommendation Approve the policy package. If substantive legislation to extend the sunset of the emergency communications tax fails to become law, then the agency's budget will be adjusted for this policy package during the Legislative session in 2014.

Budget Notes The agency's proposed transition to Next Generation 9-1-1 Internet Protocol Network or Emergency Services IP Network across Oregon is approved conditionally. The agency is directed to work with the Department of Administrative Services to develop a comprehensive set of foundational project management documents for the design, installation, and implementation of a statewide Next Generation 9-1-1 Internet Protocol Network. The foundational project management documents, accompanied by independent quality control reviews, are to be provided the Legislative Fiscal Office by no later than December 1, 2013 in order for LFO to conduct a readiness assessment of the project. The Department is to report to the Legislature in 2014 on the status of the project and final authority to proceed with the project.

Budget Instructions There is no specific policy package requesting Other Funds expenditure limitation for the agency's proposed transition to Next Generation 9-1-1 Internet Protocol Network or Emergency Services IP Network across Oregon. The agency has assumed that this transition can be funded within its Legislatively adopted Other Funds expenditure limitation (base budget) and financed using only Emergency Communications tax revenue deposited into the 35% Enhanced Subaccount.

LFO Analyst Notes SB 5534 (2013)

LFO Recommended	-	-	277,868	-	-	-	277,868	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 304 9-1-1 Fund Shift

Package Description This package establishes six positions phased out in Package 022 due to the current-law sunset of the 9-1-1 emergency reporting system on January 1, 2014.

LFO Recommendation Approve the policy package, as modified. Other Funds expenditure limitation was reduced by \$476,457 and Federal Funds expenditure limitation was increased by \$476,457. The five positions are to be 50% federally funded.

If substantive legislation to extend the sunset of the emergency communications tax fails to become law, then the agency's budget will be adjusted for this policy package during the Legislative session in 2014.

LFO Analyst Notes SB 5534 (2013)

LFO Recommended	-	-	577,398	476,457	-	-	1,053,855	6	5.50
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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 308 OEM Seismic Rehabilitation

Package Description This package provides Other Funds expenditure limitation to allow disbursement of grant awards associated with previously issued 2012 sale of Article XI-M General Obligation bonds to be used for seismic rehabilitation of schools throughout Oregon.

LFO Recommendation Approve the policy package.

LFO Analyst Notes SB 5534 (2013); Also see SB 813 (2013)

LFO Recommended	-	-	7,293,839	-	-	-	7,293,839	-	-
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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 475 Transfer of Seismic Rehabilitation Grant Program

Package Description This package removes the Seismic Rehabilitation Grant Program from the Oregon Military Department, allowing it to be added to the Oregon Business Development Department in the same package number. The package removes appropriation, expenditure limitation, and position authority. Positions removed are one Program Analyst 3 (1.00 FTE), one Program Analyst 2 (0.50 FTE), and one Administrative Specialist 1 (0.50 FTE).

The analyst has adjusted personal services for PERS rate adjustments.

LFO Recommendation Deny the policy package.

LFO Analyst Notes See SB 813 (2013)

LFO Recommended - - - - -

	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 812 Support Positions

Package Description This package provides for four permanent full time positions (4.00 FTE), including two Information System Specialist 7 positions funded with Other Funds and one Information System Specialist 5 position and one Program Analyst position to be funded with Federal Funds. The source of Other Funds is the Emergency Communications Tax.

LFO Recommendation Approve the policy package.

LFO Analyst Notes SB 5534 (2013)

LFO Recommended	-	-	427,567	365,593	-	-	793,160	4	4.00
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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 813 Fund Shifts

Package Description This package temporarily fund shifts three positions and \$130,856 of Services and Supplies from General Fund to Other Funds for the 2013-15 biennium only. This fund shift was taken as part of the agency's proposed General Fund reduction options.

LFO Recommendation Approve the policy package. If substantive legislation to extend the sunset of the emergency communications tax fails to become law, then the agency's budget will be adjusted for this policy package during the Legislative session in 2014.

LFO Analyst Notes SB 5534 (2013)

LFO Recommended	(428,289)	-	428,289	-	-	-	-	-	-
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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	200,805	-	1,736,981	7,311,467	-	-	9,249,253	46	46.00
2011-13 Ebds, SS & Admin Act	-	-	551,694	650,000	-	-	1,201,694	-	-
Ways & Means Actions	-	-	-	-	-	-	-	-	-
2011-13 Leg Approved Budget	200,805	-	2,288,675	7,961,467	-	-	10,450,947	46	46.00
2011-13 Leg Approved Budget (Base)	200,805	-	1,855,320	7,311,467	-	-	9,367,592	46	46.00
Summary of Base Adjustments	95	-	175,242	311,312	-	-	486,649	-	-
2013-15 Base Budget	200,900	-	2,030,562	7,622,779	-	-	9,854,241	46	46.00
010: Non-PICS Pers Svc/Vacancy Factor	6	-	(4,750)	(16,712)	-	-	(21,456)	-	-
020: Phase In / Out Pgm & One-time Cost	-	-	(118,339)	-	-	-	(118,339)	-	-
030: Inflation & Price List Adjustments	5,669	-	44,490	177,696	-	-	227,855	-	-
2013-15 Current Service Level	206,575	-	1,951,963	7,783,763	-	-	9,942,301	46	46.00
Adjusted 2013-15 Current Service Level	206,575	-	1,951,963	7,783,763	-	-	9,942,301	46	46.00
Total LFO Recommended Packages	(894)	-	116,760	155,434	-	-	271,300	-	-
2013-15 Legislative Actions	205,681	-	2,068,723	7,939,197	-	-	10,213,601	46	46.00
Net change from 2011-13 Leg Approved Budget	4,876	-	(219,952)	(22,270)	-	-	(237,346)	-	-
Percent change from 2011-13 Leg Approved Budget	2.4%	0.0%	(9.6%)	(0.3%)	0.0%	0.0%	(2.3%)	0.0%	0.0%
Net change from 2013-15 Current Service Level	(894)	-	116,760	155,434	-	-	271,300	-	-
Percent change from 2013-15 Current Service Level	(0.4%)	0.0%	6.0%	2.0%	0.0%	0.0%	2.7%	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 090 Analyst Adjustments

Package Description This package reduces Community Support Program General Fund to the 2011-13 Legislatively Approved Budget level to achieve the statewide Education Outcome Area funding target. It also increases Other Funds expenditure limitation to allow revenues from the Bend-LaPine School District, based on Average Daily Membership, to be used in place of General Fund.

LFO Recommendation Deny the policy package.

LFO Analyst Notes SB 5534 (2013)

LFO Recommended - - - - -

	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 policy package.

LFO Analyst Notes SB 5534 (2013).

LFO Recommended	(894)	-	(116,391)	-	-	-	(117,285)	-	-
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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 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 the policy package.

LFO Analyst Notes SB 5534 (2013)

LFO Recommended	-	-	(3,876)	(11,631)	-	-	(15,507)	-	-
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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 the policy package.

LFO Analyst Notes SB 5534 (2013)

LFO Recommended	-	-	(30,973)	(92,935)	-	-	(123,908)	-	-
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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 401 YCP Limitation Increases

Package Description This package provides Other and Federal Funds expenditure limitations to increase the non-General-Fund portions of the Oregon Youth Challenge Program due to an increase in the level of federal funding support for the program and a loosening of the restrictions on which state funds can be used to match federal funds.

LFO Recommendation Approve the policy package.

LFO Analyst Notes SB 5534 (2013)

LFO Recommended	-	-	50,000	260,000	-	-	310,000	-	-
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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 815 OYCP Federal Sequestration

Package Description This package provides for Other Funds expenditure limitation for the Oregon Youth Challenge Program. In late May of 2013 the Department was notified that federal sequester will temporarily reduce the federal share of our Youth Challenge Program from 75% to 70%, requiring a larger state match. The additional state match will come from Average Daily Minimum revenue from the Pend-LaPine School District.

LFO Recommendation Approve the policy package, as a one-time Other Funds expenditure increase.

LFO Recommended	-	-	218,000	-	-	-	218,000	-	-
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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)
2011-13 Agy. Leg. Adopted	9,727,048	-	270,100	-	-	-	9,997,148	-	-
2011-13 Ebds, SS & Admin Act	(71,937)	-	548,167	-	1,072,370	-	1,548,600	-	-
Ways & Means Actions	-	-	-	-	-	-	-	-	-
2011-13 Leg Approved Budget	9,655,111	-	818,267	-	1,072,370	-	11,545,748	-	-
2011-13 Leg Approved Budget (Base)	9,655,111	-	818,267	-	-	-	10,473,378	-	-
Summary of Base Adjustments	1,497,097	-	(553,175)	-	-	-	943,922	-	-
2013-15 Base Budget	11,152,208	-	265,092	-	-	-	11,417,300	-	-
020: Phase In / Out Pgm & One-time Cost	-	-	(157,737)	-	-	-	(157,737)	-	-
2013-15 Current Service Level	11,152,208	-	107,355	-	-	-	11,259,563	-	-
Adjusted 2013-15 Current Service Level	11,152,208	-	107,355	-	-	-	11,259,563	-	-
Total LFO Recommended Packages	-	-	-	-	-	-	-	-	-
2013-15 Legislative Actions	11,152,208	-	107,355	-	-	-	11,259,563	-	-
Net change from 2011-13 Leg Approved Budget	1,497,097	-	(710,912)	-	(1,072,370)	-	(286,185)	-	-
Percent change from 2011-13 Leg Approved Budget	15.5%	0.0%	(86.9%)	0.0%	(100.0%)	0.0%	(2.5%)	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)
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Package 475 Transfer of Seismic Rehabilitation Grant Program

Package Description This package removes the Seismic Rehabilitation Grant Program from the Oregon Military Department, allowing it to be added to the Oregon Business Development Department in the same package number. The package in the Debt Service program removes debt service expenditure limitation for existing seismic rehabilitation bonds.

LFO Recommendation Deny the policy package.

LFO Analyst Notes SB 813 (2013)

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 496 New Debt Service

Package Description This package provides General Fund appropriation to pay debt service on bonds issued for Service Life Extension construction projects at the Roseburg Armory, the Grants Pass Armory, and Scharff Hall in Portland. The Scharff Hall project includes a purchase component in addition to the Service Life Extension. The cost of issuance of the bonds that finance these projects is in Package 206 in the Operations Division. The capital construction costs for these projects are in Package 499 in Capital Construction.

LFO Recommendation Defer the policy package pending final legislative decisions on SB 5507 - Capital Construction and SB 5506 - Bonding measures.

LFO Analyst Notes See SB 5507 - Capital Construction and SB 5506 - Bonding.

LFO Recommended - - - - -

	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	-	-	-	4,521,824	-	-	4,521,824	-	-
2011-13 Ebds, SS & Admin Act	-	-	-	-	-	-	-	-	-
Ways & Means Actions	-	-	-	-	-	-	-	-	-
2011-13 Leg Approved Budget	-	-	-	4,521,824	-	-	4,521,824	-	-
2011-13 Leg Approved Budget (Base)	-	-	-	4,521,824	-	-	4,521,824	-	-
Summary of Base Adjustments	-	-	-	-	-	-	-	-	-
2013-15 Base Budget	-	-	-	4,521,824	-	-	4,521,824	-	-
030: Inflation & Price List Adjustments	-	-	-	109,480	-	-	109,480	-	-
2013-15 Current Service Level	-	-	-	4,631,304	-	-	4,631,304	-	-
Adjusted 2013-15 Current Service Level	-	-	-	4,631,304	-	-	4,631,304	-	-
2013-15 Legislative Actions	-	-	-	4,631,304	-	-	4,631,304	-	-
Net change from 2011-13 Leg Approved Budget	-	-	-	109,480	-	-	109,480	-	-
Percent change from 2011-13 Leg Approved Budget	0.0%	0.0%	0.0%	2.4%	0.0%	0.0%	2.4%	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	-	-	4,691,273	12,980,000	-	-	17,671,273	-	-
2011-13 Ebds, SS & Admin Act	-	-	-	1,804,000	-	-	1,804,000	-	-
Ways & Means Actions	-	-	-	-	-	-	-	-	-
2011-13 Leg Approved Budget	-	-	4,691,273	14,784,000	-	-	19,475,273	-	-
2011-13 Leg Approved Budget (Base)	-	-	4,691,273	12,980,000	-	-	17,671,273	-	-
Summary of Base Adjustments	-	-	(4,691,273)	(12,980,000)	-	-	(17,671,273)	-	-
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	-	-	(4,691,273)	(14,784,000)	-	-	(19,475,273)	-	-
Percent change from 2011-13 Leg Approved Budget	0.0%	0.0%	(100.0%)	(100.0%)	0.0%	0.0%	(100.0%)	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 499 Major Construction

Package Description This package provides for Other Funds capital construction expenditure limitation for Service Life Extension projects at the Roseburg Armory (\$2.2M), the Grants Pass Armory (\$2.4M), and Scharff Hall in Portland (\$2.8M). The three projects are funded by Article XI-Q General Obligation bond proceeds. The bond issuance costs for these projects are in Package 206 in the Operations Division (\$191,924). The debt service payments on these bonds are in Package 496 in Capital Debt Service and Related Costs (\$393,363 GF).

This package also includes planning and design funding for seven projects totaling \$282,445 Other Funds (Capital Construction Account) and \$262,205 Federal Funds.

Finally, this package includes \$220,00 of Other Funds expenditure limitation for the final installment payment for the Christmas Valley land acquisition from the U.S. General Services Administration.

LFO Recommendation Recommend that the Public Safety Subcommittee recommend the projects to the Joint Committee on Ways and Means - Capital Construction Subcommittee, with the following modification: remove the Grants Pass Armory and replace with the Medford Armory. The requested amount of funding is to remain unchanged. This recommendation also includes an increase in General Fund for Capital Debt Service (\$393,363) and Other Funds expenditure limitation for bond issuance costs (\$191,924).

LFO Analyst Notes See SB 5507 - Capital Construction and SB 5506 - Bonding. Also see Capital Debt Service and Related Costs under Policy Package #496 and Operations Program under Policy Package #206

LFO Recommended - - - - -

Legislatively Proposed 2013-2015 Key Performance Measures

Agency: MILITARY DEPARTMENT, STATE of OREGON

Mission: The Oregon National Guard will provide the citizens of the State of Oregon and the United States with a ready force of citizens soldiers and airmen, equipped and trained to respond to any contingency, natural or manmade.

Legislatively Proposed KPMs	Customer Service Category	Agency Request	Most Current Result	Target 2014	Target 2015
1 - RECRUITING - Percent of soldiers and airmen recruited vs. recruiting goal.		Approved KPM	93.00	100.00	100.00
2 - ARMORY CONDITION - Percent of statewide armories in adequate or better condition.		Approved KPM	81.00	50.00	50.00
3 - REVENUE GENERATION - Percent of available armory time rented.		Approved KPM	26.00	60.00	60.00
4 - EQUIPMENT AVAILABILITY - Percent of equipment on hand in Oregon vs. equipment authorized.		Approved KPM	115.00	90.00	90.00
5 - YOUTH CHALLENGE - Percent of 17-18 year olds completing GED or HS diploma at graduation.		Approved KPM	28.00	75.00	75.00
6 - REINTEGRATION - Percent of members successfully referred for reintegration services.		Approved KPM	100.00	98.00	98.00
7 - DOMESTIC PREPAREDNESS PLANS - Percentage of counties with National Incident Management System (NIMS) compliant Emergency Operations Plans (EOPS).		Approved KPM	100.00	100.00	100.00
8 - HAZARD MITIGATION PLANS - Percentage of state population covered by a FEMA approved local hazard mitigation plan.		Approved KPM	82.00	90.00	90.00
9 - CUSTOMER SATISFACTION - Percent of customers rating their satisfaction with Military Department customer service as "good" or "excellent": overall customer service, timeliness, accuracy, helpfulness, expertise and availability of information.	Accuracy	Approved KPM	77.00	55.00	55.00
9 - CUSTOMER SATISFACTION - Percent of customers rating their satisfaction with Military Department customer service as "good" or "excellent": overall customer service, timeliness, accuracy, helpfulness, expertise and availability of information.	Availability of Information	Approved KPM	68.00	55.00	55.00

Agency: MILITARY DEPARTMENT, STATE of OREGON

Mission: The Oregon National Guard will provide the citizens of the State of Oregon and the United States with a ready force of citizens soldiers and airmen, equipped and trained to respond to any contingency, natural or manmade.

Legislatively Proposed KPMs	Customer Service Category	Agency Request	Most Current Result	Target 2014	Target 2015
9 - CUSTOMER SATISFACTION - Percent of customers rating their satisfaction with Military Department customer service as "good" or "excellent": overall customer service, timeliness, accuracy, helpfulness, expertise and availability of information.	Expertise	Approved KPM	73.00	55.00	55.00
9 - CUSTOMER SATISFACTION - Percent of customers rating their satisfaction with Military Department customer service as "good" or "excellent": overall customer service, timeliness, accuracy, helpfulness, expertise and availability of information.	Helpfulness	Approved KPM	72.00	55.00	55.00
9 - CUSTOMER SATISFACTION - Percent of customers rating their satisfaction with Military Department customer service as "good" or "excellent": overall customer service, timeliness, accuracy, helpfulness, expertise and availability of information.	Overall	Approved KPM	71.00	55.00	55.00
9 - CUSTOMER SATISFACTION - Percent of customers rating their satisfaction with Military Department customer service as "good" or "excellent": overall customer service, timeliness, accuracy, helpfulness, expertise and availability of information.	Timeliness	Approved KPM	71.00	55.00	55.00

LFO Recommendation:

The Legislative Fiscal Office recommends approval of the Department's Key Performance Measures and targets, with direction that the agency update its KPMs and targets for the 2015-17 biennium based on the findings of a review conducted by the Legislative Fiscal Office and the Department of Administrative Services during the 2011-13 biennium.

Sub-Committee Action: