

OREGON WATERSHED ENHANCEMENT BOARD

The Oregon Watershed Enhancement Board is designated as the single state agency charged with administration of the 7.5% of all Lottery Funds that are constitutionally dedicated for the funding of wildlife and wildlife habitat protection, restoration, and enhancement projects. The agency is charged with operating a grant program that makes funding available for protection, restoration, and enhancement projects.

OREGON WATERSHED ENHANCEMENT BOARD	2009-11 Actuals	2011-13 Leg. Approved	2013-15 Current Service Level	2013-15 Governor's Recommended	2013-15 Co-Chairs' Budget (1.0)	% Change 2011-13 LAB to 2013-15 CSL
Lottery Funds	59,881,320	64,012,066	6,733,282	58,189,608	0	
Other Funds	1,833,021	1,773,534	1,516,106	1,852,731	0	-14.5%
Federal Funds	20,911,187	47,279,276	19,801,404	32,748,762	0	-58.1%
TOTAL FUNDS	\$82,625,528	\$113,064,876	\$28,050,792	\$92,791,101	\$0	-75.2%
Positions	31	32	27	31	0	-15.6%
FTE	31.00	31.50	27.00	31.00	0.00	-14.3%

Major Revenues	Budget Environment	Comparison by Fund Type																								
<ul style="list-style-type: none"> OWEB is the designated agency for receipt of dedicated 7.5% of all Lottery Funds. Lottery Funds are dedicated for wildlife and habitat protection, restoration, and enhancement. Federal Funds from the Pacific Coastal Salmon Recovery Fund (PCSRF) which are used for salmon habitat restoration, stock enhancement, and research. Recent changes in federal uses targets these funds for “on-the-ground” projects. Other Funds are from the sale of salmon license plates. 	<ul style="list-style-type: none"> Full implementation of BM 76 restrictions on Lottery Funds received by OWEB. 35% designated funds for operations eligible for use by state agencies. 65% of dedicated funding for grants which state and federal agencies are <u>not</u> eligible to receive. Lottery revenues have been flat to declining over the last few years, while programs and positions supported with lottery funds cost more every biennium. The current service level is significantly lower than the 2011-13 approved budget because six-year expenditure limitation is provided for grants, which like all 6-year capital construction expenditures, is phased-out during CSL development. GRB assumes \$51.1 million in 6-year expenditure limitation will be needed for grants in 2013-15. 	<table border="1"> <caption>OREGON WATERSHED ENHANCEMENT BOARD - Revenue Comparison (Millions of Dollars)</caption> <thead> <tr> <th>Year</th> <th>General Fund/Lottery</th> <th>Other Funds</th> <th>Federal Funds</th> </tr> </thead> <tbody> <tr> <td>2009-11</td> <td>\$59.9</td> <td>\$1.8</td> <td>\$20.9</td> </tr> <tr> <td>2011-13</td> <td>\$64.0</td> <td>\$1.8</td> <td>\$47.3</td> </tr> <tr> <td>2013-15 CSL</td> <td>\$6.7</td> <td>\$1.5</td> <td>\$19.8</td> </tr> <tr> <td>2013-15 GRB</td> <td>\$58.2</td> <td>\$1.9</td> <td>\$32.7</td> </tr> <tr> <td>2013-15</td> <td>\$0.0</td> <td>\$0.0</td> <td>\$0.0</td> </tr> </tbody> </table>	Year	General Fund/Lottery	Other Funds	Federal Funds	2009-11	\$59.9	\$1.8	\$20.9	2011-13	\$64.0	\$1.8	\$47.3	2013-15 CSL	\$6.7	\$1.5	\$19.8	2013-15 GRB	\$58.2	\$1.9	\$32.7	2013-15	\$0.0	\$0.0	\$0.0
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MAJOR CHALLENGES AND DECISION POINTS

<ol style="list-style-type: none"> 1. Adds \$51.1M Lottery Funds in six-year expenditure limitation for grants out of the 65% of BM 76 funds dedicated to the protection, enhancement, and restoration of fish, wildlife, and their habitats. 2. Continues 3 administrative positions with \$530,820 Federal Funds. 2 PCSRF reporting positions funded with PCSRF grant funds used to meet federal grant reporting requirements. Adds a third position to work as Willamette Partnership Coordinator to guide BPA grant investments to implement the Biological Opinion measure for habitat protection and enhancement. 3. Adds \$2.8M PCSRF Federal Funds to directly support ODFW’s work on state and federal conservation and recovery plans. OWEB will transfer the funds to ODFW, which will expend them as Other Funds. 	
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