

**77th OREGON LEGISLATIVE ASSEMBLY – 2013 Session
BUDGET REPORT AND MEASURE SUMMARY**

JOINT COMMITTEE ON WAYS AND MEANS

MEASURE: HB 5011-A

Carrier – House: Rep. Bailey

Carrier – Senate: Sen. Edwards

Action: Do Pass as Amended and as Printed A-Engrossed

Vote: 20 – 4 – 2

House

Yeas: Barker, Buckley, Frederick, Huffman, Jenson, Komp, Nathanson, Smith, Tomei, Williamson

Nays: Freeman, McLane, Richardson

Exc: Hanna, Read

Senate

Yeas: Bates, Devlin, Edwards, Girod, Hansell, Johnson, Monroe, Steiner Hayward, Whitsett, Winters

Nays: Thomsen

Exc:

Prepared By: Tamara Brickman, Department of Administrative Services

Reviewed By: Michelle Deister, Legislative Fiscal Office

Meeting Date: June 21, 2013

Agency

Oregon Department of Energy

Biennium

2013-15

Budget Summary*

	2011-13 Legislatively Approved Budget ⁽¹⁾	2013-15 Current Service Level	2013-15 Committee Recommendation	Committee Change from 2011-13 Leg. Approved	
				\$ Change	% Change
Lottery Funds Debt Service	\$ 2,164,185	\$ 2,166,050	\$ 2,166,050	\$ 1,865	0.1%
Other Funds	\$ 36,440,507	\$ 34,854,421	\$ 36,766,495	\$ 325,988	0.9%
Other Funds Nonlimited	\$ 103,606,641	\$ 106,070,803	\$ 106,070,803	\$ 2,464,162	2.4%
Other Funds Debt Service Nonlimited	\$ 68,308,598	\$ 69,948,004	\$ 69,948,004	\$ 1,639,406	2.4%
Federal Funds	\$ 36,845,834	\$ 3,086,893	\$ 2,939,533	\$ (33,906,301)	-92.0%
Federal Funds Debt Services Nonlimited	\$ 1	\$ 1	\$ 1	\$ 0	0.0%
Total	\$ 247,365,766	\$ 216,126,172	\$ 217,890,886	\$ (29,474,880)	-11.9%

Position Summary

Authorized Positions	130	108	115	-15
Full-time Equivalent (FTE) positions	119.81	105.57	114.02	-5.79

⁽¹⁾ Includes adjustments through December 2012

* Excludes Capital Construction expenditures

Summary of Revenue Changes

The Department of Energy has several sources of Other Funds revenues. They include the following: the Small-Scale Energy Loan Program (SELP) which includes general obligation bond sales, loan repayments, and interest income; energy supplier assessments; settlement funds; radioactive waste transport fees; application fees related to Business Energy Tax Credits (BETC) and energy incentive programs (EIP); energy siting fees; fees for services related to the program for schools and State Energy Efficiency Design programs; and self-directed efficiency projects stemming from electric utility market restructuring [Senate Bill 1149 (1999)].

Federal Funds are received from the U.S. Department of Energy for the USDOE State Energy Program Formula and Hanford grants.

In 2011-13, the department established fees for BETC pass-through activities. The Subcommittee, through House Bill 5012 (the agency's fee bill), ratified the establishment of pass-through fees for BETC. The Subcommittee also approved an increase in fees associated with the Energy Incentive Programs (EIP) and biomass programs in Package 201. The fee increases for the EIP and biomass programs will become effective July 1, 2013 and are expected to derive approximately \$651,128 for the 2013-15 biennium. The EIP fees are designed to recover costs associated with administering the programs.

Summary of Natural Resources Subcommittee Action

The Oregon Department of Energy (Department) was created in 1975. The mission of the Department is to reduce the long-term costs of energy for Oregonians. The Department accomplishes its mission through:

- Encouraging investments in conservation, efficiency, and renewable energy resources (by offering tax credits, loans, and grants);
- Providing information and assistance on ways to save energy (to households, businesses, schools, tribes and government agencies);
- Providing technical help and financial incentives to promote the use of renewable energy;
- Demonstrating the workability of new technology (energy-saving equipment, appliances, materials, manufacturing processes, and building practices);
- Siting prudent, safe, and environmentally sound energy facilities;
- Regulating the transportation of radioactive wastes through the state;
- Ensuring state preparedness to respond to accidents involving radioactive materials; and
- Providing oversight of the Hanford nuclear cleanup to ensure cleanup decisions are protective of Oregon and the Columbia River.

The Subcommittee recommended a budget of \$217,890,886 total funds and 114.02 FTE, which is an 11.9 percent decrease in expenditure limitation from the 2011-13 Legislatively Approved Budget. The decrease in expenditure limitation is primarily due to a decrease in expenditures of Federal Funds related to the American Recovery and Reinvestment Act of 2009 in the 2013-15 biennium.

Energy Policy Division - 100

The work of this division focuses on reducing the long-term costs of energy for Oregonians. The division works to accomplish this objective by serving as the state's lead to cost-effectively improve the energy efficiency of schools and government buildings, and by conducting objective planning, policy and technical analysis on a statewide basis. The Subcommittee approved a budget of \$7,720,988 total funds and 25.00 full-time equivalents (FTE), which represents a 13.5 percent decrease in expenditure limitation from the 2011-13 Legislatively Approved Budget.

The Subcommittee approved the following:

- Package 070, Revenue Shortfalls, eliminates two positions (2.00 FTE) and associated expenditure limitation (\$193,661 Other Funds and \$184,881 Federal Funds) to match expenditures and FTE with available revenue. These two positions had formerly been funded with Federal and Other Fund grant revenues that are no longer sufficient to fund the positions.

- Package 090, Analyst Adjustments, moves expenditure limitation (\$374,052 Other Funds) for two Operations and Policy Analyst 3 positions (2.00 FTE) positions from the Energy Policy Division to the Siting Division and Energy Development Services Division in order to maximize existing personnel resources with workload needs across the various department units.
- Package 092, PERS Taxation Policy, eliminates \$6,256 Other Funds expenditure limitation and \$93 Federal Funds expenditure limitation. 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 percent.
- Package 093, Other PERS Adjustments, eliminates \$49,988 Other Funds expenditure limitation and \$744 Federal Funds expenditure limitation. 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 percent.

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 percent. However, no employer rate is reduced below its 2011-13 biennium rate.

- Package 101, 10 Year Energy Planning, adds \$842,660 Other Funds expenditure limitation, including two Program Analyst 3 positions to be funded through the Energy Supplier Assessment revenue as follows:

One permanent position dedicated to residential energy efficiency. This position will provide the expertise related to weatherization projects for the Residential Energy Tax Credit (RETC), the State Home Oil Weatherization program (SHOW), and the rental weatherization tax credit programs, including evaluating projects to see if they qualify, as well as provide policy advice on what residential energy efficiency projects provide the appropriate incentive to outcome ratio.

A limited duration position related to converting transportation fleets to alternative fuel technologies. This position will inventory public and private vehicle fleets as to fleet location, fueling and infrastructure needs, determining whether suitable fuel alternatives are available and workable, and what incentives are necessary to spur conversion of fleets from conventional to alternative fuels.

This package also adds 0.84 FTE (funded through the Energy Supplier Assessment) to an existing part-time permanent 0.16 FTE position to make it a permanent 1.00 FTE. This change provides permanent position authority for a Policy Analyst position dedicated to evaluating proposed energy efficiency in High Performance Schools program. It is anticipated that this position will also work on the development of the Building Innovation Lab project proposed in the Governor's 10-Year Energy Plan. The Building Innovation Lab will analyze existing data related to state (and eventually other public sector) buildings to evaluate and advise on opportunities for energy efficiency improvements.

This package includes expenditure limitation for Information Technology (IT) system enhancements and planning for agency databases, and moves \$300,000 Other Funds expenditure limitation (within this package) of Service and Supplies from the Administrative Services Division to properly reflect the department in which database and data related analysis expenditures are anticipated to take place.

- Package 810, LFO Analyst Adjustments, makes a technical adjustment to a position in the Energy Policy Division by removing \$20,324 Other Fund expenditure limitation and 0.16 FTE associated with position #0031003.

Energy Development Services – 200

The Energy Development Services Division administers various financing and incentive programs with the goal of promoting energy conservation and renewable energy, stimulating economic development, and creating jobs. Primary tools include tax incentives, renewable energy development grants, and the Small-scale Energy Loan Program (SELP). The Subcommittee approved a budget of \$190,530,704 total funds and 28.02 FTE, which represents a 13.8 percent decrease in expenditure limitation from the 2011-13 Legislatively Approved Budget.

The Subcommittee approved the following:

- Package 090, Analyst Adjustments, adds \$230,547 Other Funds expenditure limitation for a position (1.00 FTE), moved from the Energy Policy Division (in Package 90) to maximize existing staffing resources by aligning them with the workload across various agency divisions. The package also adds 0.25 FTE to an existing position to correct an error that occurred in the PICS process.
- Package 092, PERS Taxation Policy, eliminates \$13,977 Other Funds expenditure limitation and \$2,574 Federal Funds expenditure limitation. 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 percent.
- Package 093, Other PERS Adjustments, eliminates \$111,682 Other Funds expenditure limitation and \$20,564 Federal Funds expenditure limitation. 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 percent.

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 percent. However, no employer rate is reduced below its 2011-13 biennium rate.

- Package 101, 10 Year Energy Planning, adds \$65,930 Other Funds expenditure limitation and \$174,012 Federal Funds expenditure limitation to continue one permanent position (1.00 FTE) that was established in 2011-13 to provide financing and pro-forma expertise to school districts that are contemplating or undertaking energy efficiency projects in the High Performance Schools program. Funding for this position is provided through the State Energy Program Grant received from the federal Department of Energy and from Other Funds fees for service.

- Package 201, Energy Incentives Program, provides \$447,060 Other Funds expenditure limitation for three permanent positions (2.52 FTE) as follows: a Program Analyst 2 position to evaluate and score applications associated with renewable energy incentives; an Operations and Policy Analyst 2 position dedicated to evaluation of biomass applications, and to facilitating tax credit pass-throughs/transfers; and an Administrative Specialist position to ready applications and data for technical evaluation. The Subcommittee's approval of this package includes certain Energy Incentive Program fee increases, totaling approximately \$651,128 in new revenue. These fees provide for cost-recovery of staff work necessary to review and score incentive program applications and amendments.

Nuclear Safety - 300

The Nuclear Safety and Energy Emergency Preparedness Division protects Oregonians from exposure to hazards by monitoring and engaging in radioactive waste cleanup activities at the Hanford nuclear site; preparing and testing nuclear emergency preparedness plans; participating in emergency preparedness planning for Liquefied Natural Gas terminals; and overseeing the transport of radioactive materials through Oregon. During times of petroleum shortages, the division also regulates the state's Petroleum Contingency Plan to ensure petroleum supply for emergency and essential services. The Subcommittee approved a budget of \$2,136,556 total funds and 6.00 FTE, which is a 4.0 percent increase in expenditure limitation over the 2011-13 Legislatively Approved Budget.

The Subcommittee approved the following:

- Package 092, PERS Taxation Policy, eliminates \$882 Other Funds expenditure limitation and \$2,803 Federal Funds expenditure limitation. 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 percent.
- Package 093, Other PERS Adjustments, eliminates \$8,054 Other Funds expenditure limitation and \$22,395 Federal Funds expenditure limitation. 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 percent.

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 percent. However, no employer rate is reduced below its 2011-13 biennium rate.

- Package 810, LFO Analyst Adjustments, makes a technical net zero adjustment by moving partial funding for position #3012006 from Federal Funds to Other Funds to provide the proper fund type of the position.

Siting Energy Facilities - 400

The Siting Division works with energy facility developers and operating energy facilities to meet the state's energy infrastructure and demand needs, and to ensure that large power plants, transmission lines and natural gas pipelines built in Oregon meet siting standards. The development of new technologies and investments in renewable energy generation and transmission has increased siting activity, the complexity of siting

applications, and public participation in siting processes. The Subcommittee approved a budget of \$5,707,026 total funds and 14.00 FTE, which represents a 14.7 percent increase in expenditure limitation over the 2011-13 Legislatively Approved Budget.

The Subcommittee approved the following:

- Package 090, Analyst Adjustments, adds \$201,946 Other Funds expenditure limitation for a position (1.00 FTE), moved from the Energy Policy Division (in Package 90) to maximize existing staffing resources by aligning them with the workload across various agency divisions.
- Package 092, PERS Taxation Policy, eliminates \$10,320 Other Funds expenditure limitation. 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 percent.
- Package 093, Other PERS Adjustments, eliminates \$82,458 Other Funds expenditure limitation. 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 percent.

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 percent. However, no employer rate is reduced below its 2011-13 biennium rate.

- Package 401, Energy Facility Siting, provides \$1,027,091 Other Funds expenditure limitation for 3.00 FTE to make permanent two positions created at the May 2012 Emergency Board. The positions are an Utility and Energy Analyst 2 (project officer) and an Operations and Policy Analyst 4 (position ensuring consistency in staff work, interpretation of rules and standards, and contested case preparation). The package also adds a limited duration Fiscal Analyst 2 position to facilitate timely billing of siting services and cost recovery on behalf of other state agencies. The Department is asked to provide data that demonstrates the volume and permanency of cost recovery efforts on behalf of other agencies when requesting continuation of this position in future biennia.

Administrative Services - 500

The Administrative Services' budget encompasses both the Director's Office and the Central Services Division. Within the Director's Office, the Director and Deputy Director provide operational and policy leadership and direction for the agency. Other Director's Office functions are Internal Audit, Communications and Outreach, Human Resources Management and Government Relations. The Central Services Division provides shared administrative services and expertise to the Department. Key functions include budgeting, accounting, contracting, information technology management, database development and management, facilities, records management, employee safety and office reception. The subcommittee approved a budget of \$11,795,612 total funds and 41.00 FTE, which represents a 13.5 percent expenditure limitation increase over the 2011-13 Legislatively Approved Budget.

The Subcommittee approved the following:

- Package 090, Analyst Adjustments, makes a technical net-zero adjustment to shift partial funding for a position from Federal Funds to Other Funds.
- Package 091, Statewide Administrative Savings, eliminates \$251,089 Other Funds expenditure limitation and \$2,162 Federal Funds expenditure limitation. This package is a placeholder for administrative efficiencies in finance, information technology, human resources, accounting, payroll, and procurement expenditures. The Department of Administrative Services will continue to work on details of these reductions with agencies and report back during the 2014 session.
- Package 092, PERS Taxation Policy, eliminates \$21,902 Other Funds expenditure limitation and adds \$880 Federal Funds expenditure limitation. 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 percent.
- Package 093, Other PERS Adjustments, eliminates \$175,008 Other Funds expenditure limitation and adds \$7,032 Federal Funds expenditure limitation. 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 percent.

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 percent. However, no employer rate is reduced below its 2011-13 biennium rate.

- Package 101, 10 Year Energy Planning, provides \$323,425 Other Funds expenditure limitation for continuation of the Governor's Energy Policy Advisor, as a limited duration position (1 FTE). This package moves \$300,000 Other Expenditures (from the originally proposed package in the Governor's Budget) of Service and Supplies from the Administrative Services Division to Energy Policy Division to properly reflect the department in which database and data related analysis expenditures are anticipated to take place for the planning.

Summary of Performance Measure Action

See attached Legislatively Adopted 2013-15 Key Performance Measures form.

DETAIL OF JOINT COMMITTEE ON WAYS AND MEANS ACTION

HB 5011-A

**Oregon Department of Energy
Tamara Brickman - 503-378-4709**

DESCRIPTION	GENERAL FUND	LOTTERY FUNDS	OTHER FUNDS		FEDERAL FUNDS		TOTAL ALL FUNDS	POS	FTE
			LIMITED	NONLIMITED	LIMITED	NONLIMITED			
2011-13 Legislatively Approved Budget at Dec 2012 *	\$ 0	\$ 2,164,185	\$ 36,440,507	\$ 171,915,239	\$ 36,845,834	\$ 1	\$ 247,365,766	130	119.81
2013-15 ORBITS printed Current Service Level (CSL)*	\$ 0	\$ 2,166,050	\$ 34,854,421	\$ 176,018,807	\$ 3,086,893	\$ 1	\$ 216,126,172	108	105.57
<u>SUBCOMMITTEE ADJUSTMENTS (from CSL)</u>									
SCR 100 - Energy Policy Division									
Package 070: Revenue Shortfalls									
Personal Services	\$ 0	\$ 0	\$ (133,721)	\$ 0	\$ (184,881)	\$ 0	\$ (318,602)	-2	-2.00
Services and Supplies	\$ 0	\$ 0	\$ (59,940)	\$ 0	\$ 0	\$ 0	\$ (59,940)		
Package 090: Analyst Adjustments									
Personal Services	\$ 0	\$ 0	\$ (374,052)	\$ 0	\$ 0	\$ 0	\$ (374,052)	-2	-2.00
Package 092: PERS Taxation Policy									
Personal Services	\$ 0	\$ 0	\$ (6,256)	\$ 0	\$ (93)	\$ 0	\$ (6,349)	0	0.00
Package 093: Other PERS Adjustments									
Personal Services	\$ 0	\$ 0	\$ (49,988)	\$ 0	\$ (744)	\$ 0	\$ (50,732)	0	0.00
Package 101: 10 Year Energy Planning									
Personal Services	\$ 0	\$ 0	\$ 457,483	\$ 0	\$ 0	\$ 0	\$ 457,483	2	2.84
Services and Supplies	\$ 0	\$ 0	\$ 385,177	\$ 0	\$ 0	\$ 0	\$ 385,177		
Package 810: LFO Analyst Adjustments									
Personal Services	\$ 0	\$ 0	\$ (20,324)	\$ 0	\$ 0	\$ 0	\$ (20,324)	-1	-0.16
Services and Supplies									
SCR 200 - Energy Development Services									
Package 090: Analyst Adjustments									
Personal Services	\$ 0	\$ 0	\$ 230,547	\$ 0	\$ 0	\$ 0	\$ 230,547	1	1.25
Package 092: PERS Taxation Policy									
Personal Services	\$ 0	\$ 0	\$ (13,977)	\$ 0	\$ (2,574)	\$ 0	\$ (16,551)	0	0.00
Package 093: Other PERS Adjustments									
Personal Services	\$ 0	\$ 0	\$ (111,682)	\$ 0	\$ (20,564)	\$ 0	\$ (132,246)	0	0.00

DETAIL OF JOINT COMMITTEE ON WAYS AND MEANS ACTION

HB 5011-A

**Oregon Department of Energy
Tamara Brickman - 503-378-4709**

DESCRIPTION	GENERAL FUND	LOTTERY FUNDS	OTHER FUNDS		FEDERAL FUNDS		TOTAL ALL FUNDS	POS	FTE
			LIMITED	NONLIMITED	LIMITED	NONLIMITED			
Package 101: 10 Year Energy Planning									
Personal Services	\$ 0	\$ 0	\$ 943	\$ 0	\$ 159,025	\$ 0	\$ 159,968	1	1.00
Services and Supplies	\$ 0	\$ 0	\$ 64,987	\$ 0	\$ 14,987	\$ 0	\$ 79,974		
Package 201: Energy Incentives Program									
Personal Services	\$ 0	\$ 0	\$ 351,731	\$ 0	\$ 0	\$ 0	\$ 351,731	3	2.52
Services and Supplies	\$ 0	\$ 0	\$ 95,329	\$ 0	\$ 0	\$ 0	\$ 95,329		
SCR 300 - Nuclear Safety									
Package 092: PERS Taxation Policy									
Personal Services	\$ 0	\$ 0	\$ (882)	\$ 0	\$ (2,803)	\$ 0	\$ (3,685)	0	0.00
Package 093: Other PERS Adjustments									
Personal Services	\$ 0	\$ 0	\$ (8,054)	\$ 0	\$ (22,395)	\$ 0	\$ (30,449)	0	0.00
Package 810: LFO Analyst Adjustments									
Personal Services	\$ 0	\$ 0	\$ 41,400	\$ 0	\$ (41,400)	\$ 0	\$ 0	0	0.00
SCR 400 - Siting Energy Facilities									
Package 090: Analyst Adjustments									
Personal Services	\$ 0	\$ 0	\$ 201,946	\$ 0	\$ 0	\$ 0	\$ 201,946	1	1.00
Package 092: PERS Taxation Policy									
Personal Services	\$ 0	\$ 0	\$ (10,320)	\$ 0	\$ 0	\$ 0	\$ (10,320)	0	0.00
Package 093: Other PERS Adjustments									
Personal Services	\$ 0	\$ 0	\$ (82,458)	\$ 0	\$ 0	\$ 0	\$ (82,458)	0	0.00
Package 401: Energy Facility Siting									
Personal Services	\$ 0	\$ 0	\$ 502,078	\$ 0	\$ 0	\$ 0	\$ 502,078	3	3.00
Services and Supplies	\$ 0	\$ 0	\$ 425,013	\$ 0	\$ 0	\$ 0	\$ 425,013		
Special Payments	\$ 0	\$ 0	\$ 100,000	\$ 0	\$ 0	\$ 0	\$ 100,000		

DETAIL OF JOINT COMMITTEE ON WAYS AND MEANS ACTION

HB 5011-A

Oregon Department of Energy
 Tamara Brickman - 503-378-4709

DESCRIPTION	GENERAL FUND	LOTTERY FUNDS	OTHER FUNDS		FEDERAL FUNDS		TOTAL ALL FUNDS	POS	FTE
			LIMITED	NONLIMITED	LIMITED	NONLIMITED			
SCR 500 - Administrative Services									
Package 090: Analyst Adjustments									
Personal Services	\$ 0	\$ 0	\$ 51,668	\$ 0	\$ (51,668)	\$ 0	\$ 0	0	0.00
Package 091: Statewide Administrative Savings									
Personal Services	\$ 0	\$ 0	\$ (155,095)	\$ 0	\$ (1,427)	\$ 0	\$ (156,522)	0	0.00
Services and Supplies	\$ 0	\$ 0	\$ (95,994)	\$ 0	\$ (735)	\$ 0	\$ (96,729)		
Package 092: PERS Taxation Policy									
Personal Services	\$ 0	\$ 0	\$ (21,902)	\$ 0	\$ 880	\$ 0	\$ (21,022)	0	0.00
Package 093: Other PERS Adjustments									
Personal Services	\$ 0	\$ 0	\$ (175,008)	\$ 0	\$ 7,032	\$ 0	\$ (167,976)	0	0.00
Package 101: 10 Year Energy Planning									
Personal Services	\$ 0	\$ 0	\$ 293,455	\$ 0	\$ 0	\$ 0	\$ 293,455	1	1.00
Services and Supplies	\$ 0	\$ 0	\$ 29,970	\$ 0	\$ 0	\$ 0	\$ 29,970		
TOTAL ADJUSTMENTS	\$ 0	\$ 0	\$ 1,912,074	\$ 0	\$ (147,360)	\$ 0	\$ 1,764,714	7	8.45
SUBCOMMITTEE RECOMMENDATION *	\$ 0	\$ 2,166,050	\$ 36,766,495	\$ 176,018,807	\$ 2,939,533	\$ 1	\$ 217,890,886	115	114.02
% Change from 2011-13 Leg Approved Budget	0.0%	0.1%	0.9%	2.4%	-92.0%	0.0%	-11.9%		
% Change from 2013-15 Current Service Level	0.0%	0.0%	5.5%	0.0%	-4.8%	0.0%	0.8%		

*Excludes Capital Construction Expenditures

Legislatively Approved 2013-2015 Key Performance Measures

Agency: ENERGY, DEPARTMENT of

Mission: The mission of the ODOE is to ensure Oregon has an adequate supply of reliable and affordable energy and is safe from nuclear contamination, by helping Oregonians save energy, develop clean energy resources, promote renewable energy and clean up nuclear waste.

Legislatively Proposed KPMs	Customer Service Category	Agency Request	Most Current Result	Target 2014	Target 2015
1 a - ENERGY SAVINGS - Annual energy savings in number of households that could be powered as a result of energy savings; Total Savings.		Approved KPM	161,565.00		
1 b - ENERGY SAVINGS - Annual energy savings in number of households that could be powered as a result of energy savings; Business Energy Tax Credits.		Approved KPM	97,297.00		
1 c - ENERGY SAVINGS - Annual energy savings in number of households that could be powered as a result of energy savings; Residential Energy Tax Credits.		Approved KPM	2,099.00		
1 d - ENERGY SAVINGS - Annual energy savings in number of households that could be powered as a result of energy savings; Small-Scale Energy Loan Program.		Approved KPM	2,184.00		
1 e - ENERGY SAVINGS - Annual energy savings in number of households that could be powered as a result of energy savings; State Energy Efficiency Design.		Approved KPM	1,173.00		
2 - CUSTOMER SERVICE - Percent of customers rating their satisfaction with the agency's customer service as "good" or "excellent": overall, timeliness, accuracy, helpfulness, expertise, availability of information.	Accuracy	Approved KPM	87.00	95.00	95.00
2 - CUSTOMER SERVICE - Percent of customers rating their satisfaction with the agency's customer service as "good" or "excellent": overall, timeliness, accuracy, helpfulness, expertise, availability of information.	Availability of Information	Approved KPM	83.00	95.00	95.00

Agency: ENERGY, DEPARTMENT of

Mission: The mission of the ODOE is to ensure Oregon has an adequate supply of reliable and affordable energy and is safe from nuclear contamination, by helping Oregonians save energy, develop clean energy resources, promote renewable energy and clean up nuclear waste.

Legislatively Proposed KPMs	Customer Service Category	Agency Request	Most Current Result	Target 2014	Target 2015
2 - CUSTOMER SERVICE - Percent of customers rating their satisfaction with the agency's customer service as "good" or "excellent": overall, timeliness, accuracy, helpfulness, expertise, availability of information.	Expertise	Approved KPM	86.00	95.00	95.00
2 - CUSTOMER SERVICE - Percent of customers rating their satisfaction with the agency's customer service as "good" or "excellent": overall, timeliness, accuracy, helpfulness, expertise, availability of information.	Helpfulness	Approved KPM	84.00	95.00	95.00
2 - CUSTOMER SERVICE - Percent of customers rating their satisfaction with the agency's customer service as "good" or "excellent": overall, timeliness, accuracy, helpfulness, expertise, availability of information.	Overall	Approved KPM	86.00	95.00	95.00
2 - CUSTOMER SERVICE - Percent of customers rating their satisfaction with the agency's customer service as "good" or "excellent": overall, timeliness, accuracy, helpfulness, expertise, availability of information.	Timeliness	Approved KPM	85.00	95.00	95.00
3 a - APPLICATION PROCESSING - Percent of applications reviewed and approved within administrative or statutory deadlines for Energy Facility Siting.		Approved KPM	100.00	100.00	100.00
3 b - APPLICATION PROCESSING - Percent of applications reviewed and approved within administrative or statutory deadlines for Energy Incentive Programs.		Approved KPM	93.40	100.00	100.00
3 c - APPLICATION PROCESSING - Percent of applications reviewed and approved within administrative or statutory deadlines for Residential Energy Tax Credits.		Approved KPM	99.10		
2 a - CARBON DIOXIDE EMISSIONS - Annual carbon dioxide emissions in tons per capita from homes, businesses and public buildings.		Legislative Delete	9.10		
2 b - CARBON DIOXIDE EMISSIONS - Annual CO2 savings in million tons from individual programs: Business Energy Tax Credits.		Legislative Delete	6.24		
2 c - CARBON DIOXIDE EMISSIONS - Annual CO2 savings in million tons from individual programs: Residential Energy Tax Credits.		Legislative Delete	0.15		

Agency: ENERGY, DEPARTMENT of

Mission: The mission of the ODOE is to ensure Oregon has an adequate supply of reliable and affordable energy and is safe from nuclear contamination, by helping Oregonians save energy, develop clean energy resources, promote renewable energy and clean up nuclear waste.

Legislatively Proposed KPMs	Customer Service Category	Agency Request	Most Current Result	Target 2014	Target 2015
2 d - CARBON DIOXIDE EMISSIONS - Annual CO2 savings in million tons from individual programs: Small-Scale Energy Loans.		Legislative Delete	0.48		
2 e - CARBON DIOXIDE EMISSIONS - Annual CO2 savings in million tons from individual programs: Energy Efficient Design.		Legislative Delete	0.05		
4 - NUCLEAR EMERGENCY DRILLS - Number of jurisdictions participating in preparedness drills and exercises for a nuclear emergency needing corrective action, based on Federal Emergency Management Agency evaluations.		Legislative Delete	1.00		

LFO Recommendation:

The Legislative Fiscal Office recommends that KPM 1 and its targets be revised to reflect the Phase Out of the Business Energy Tax Credit program, and to reflect the new Energy Incentive Programs, as follows:

KPM 1: ENERGY SAVINGS - Annual energy savings in number of households that could be powered as a result of energy savings.

1a) Total Savings: 130,000

1b) Energy Incentives (BETC, EIP, RETC, SHOW): 125,500

1c) Small-scale Energy Loan Program: 2,500

1d) Public Buildings (SEED, Schools, Industrial): 2,000

The Legislative Fiscal Office recommends the following targets :

KPM #2 - Customer Service: 95%

KPM #3 - Application Processing: 100%

LFO also recommends that Department of Energy work with the Legislative Fiscal Office over the interim to develop a performance measure related to the Planning, Policy and Technical Analysis division, for evaluation during the 2015-17 budget cycle.

Sub-Committee Action:

Accept the LFO recommendation and adopt a KPM 1 target for 2015 during the February 2014 session, after data based on the proposed changes has been collected.