

MEMORANDUM

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To: Public Safety Subcommittee

From: Linda Gilbert, Legislative Fiscal Office
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Date: May 21, 2015

Subject: HB 5045 – 2013-15 Appropriation
Work Session Recommendations

The purpose of the bill is to complete legislative actions taken on behalf of the Department of Corrections to address budgetary shortfalls in the 2013-2015 budget and to provide additional resources to the Oregon Department of Forestry.

The bill appropriates \$7.2 million General Fund to the Department of Corrections for the remaining budget shortfall of \$3.8 million plus unexpected healthcare costs of \$4.3 million associated with a significant increase in the use of the newest Hepatitis C medication, the annual charge for hemophilia medication, increased costs for other drugs, and for outside health care provision. Department savings of \$0.9 million offset the total need.

For the Department of Forestry, \$2.3 million General Fund is appropriated for the payment of premium costs for catastrophic fire insurance related to the 2015 fire season and for the payment of the 2013-2015 biennial interest expense related to the line of credit established with the Oregon State Treasury for the Department of Forestry.

Legislative Fiscal Office Recommendations

LFO recommends the following actions to implement the DOC and ODF 2013-15 close-out appropriation adjustments:

Approve the -1 amendment to HB 5045 to adjust General Fund appropriations.

Section 1. Notwithstanding any other law appropriating money, limiting expenditure or otherwise adjusting appropriations or expenditure limitations, and in addition to any action by the Emergency Board, the authorized appropriations and expenditure limitations for the biennium ending June 30, 2015, for the following agencies and programs are changed by the amounts specified:

Department of Corrections:

Operations and health services

General Fund Ch. 496 1(1) **+\$8,274,768**

Administration, general services and human resources

General Fund Ch. 496 1(2) **+\$1,179,749**

Offender management and rehabilitation

General Fund Ch. 496 1(3) **-\$765,259**

Community Corrections

General Fund Ch. 496 1(4) **-\$1,466,004**

Department of Forestry:

Fire Protection Division

General Fund Ch. 620 1(2), 2013 **+2,328,401**

Move the LFO recommendation to adopt the -1 amendment to HB 5045

HB 5045 Final Subcommittee Action:

Move the bill as amended to the Full Committee on Ways and Means with a do pass recommendation, as amended.

Move HB 5045, as amended, to the Full Committee with a Do Pass recommendation.

Carriers:

Full _____

House _____

Senate _____

**PROPOSED AMENDMENTS TO
HOUSE BILL 5045**

1 Delete lines 4 through 15 of the printed bill and insert:

2 **“SECTION 1. Notwithstanding any other law appropriating money,**
3 **limiting expenditures or otherwise adjusting appropriations or ex-**
4 **penditure limitations, and in addition to any action by the Emergency**
5 **Board, the authorized appropriations for the biennium ending June 30,**
6 **2015, for the following agencies and programs are changed by the**
7 **amounts specified:**

8 “ _____

	2013	
	Oregon Laws	
	Chapter/	
12 Agency/Program/Funds	Section	Adjustment
14 Department of Corrections:		
15 Operations and health		
16 services		
17 General Fund	Ch. 496 1(1)	+\$8,274,768
18 Administration, general		
19 services and human resources		
20 General Fund	Ch. 496 1(2)	+1,179,749
21 Offender management and		
22 rehabilitation		

1 **General Fund** Ch. 496 1(3) -765,259

2 **Community corrections**

3 **General Fund** Ch. 496 1(4) -1,466,004

4 **State Forestry Department:**

5 **Fire protection**

6 **General Fund** Ch. 620 1(2) +2,328,401

7 “

8 **“SECTION 2. This 2015 Act being necessary for the immediate**
9 **preservation of the public peace, health and safety, an emergency is**
10 **declared to exist, and this 2015 Act takes effect on its passage.”.**

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