

BUDGET REPORT AND MEASURE SUMMARY

Joint Committee On Ways and Means

Action:

Action Date:

Vote:

Prepared By: Brian DeForest, Department of Administrative Services

Reviewed By: Daron Hill, Legislative Fiscal Office

Agency: Office of the Governor

Biennium: 2015-17

Budget Summary*

	2013-15 Legislatively Approved Budget ⁽¹⁾	2015-17 Current Service Level	2015-17 Committee Recommendation	Committee Change from 2013-15 Leg. Approved	
				\$ Change	% Change
General Fund	\$ 11,401,846	\$ 11,493,196	\$ 11,493,196	\$ 91,350	0.8%
Lottery Funds	\$ 3,376,215	\$ 2,730,536	\$ 2,730,536	\$ (645,679)	-19.1%
Other Funds Limited	\$ 2,910,655	\$ 3,155,147	\$ 3,155,147	\$ 244,492	8.4%
Total	\$ 17,688,716	\$ 17,378,879	\$ 17,378,879	\$ (309,837)	-1.8%

Position Summary

Authorized Positions	57	54	54	-3
Full-time Equivalent (FTE) positions	56.50	53.50	53.50	-3.00

⁽¹⁾ Includes adjustments through December 2014

* Excludes Capital Construction expenditures

Revenue Summary

The Office of the Governor is funded primarily by General Fund. Regional Solutions activities are financed with Lottery Funds with half the funding coming from general purpose Lottery Funds and the other half from the statutorily dedicated 2.5 percent Lottery Funds distributed to counties for economic development. The Diversity and Inclusion and the Economic and Business Equity advocacy functions are funded with Other Funds primarily derived from state agency assessments. Several agencies transfer revenue to the Office of the Governor to pay for specific positions. These revenues are included as Other Funds in this budget. Other Fund revenues in the Arrest and Return program are from restitution from offenders and indirect Federal Funds.

Summary of General Government Subcommittee Action

The Governor is responsible for the direction of all state agencies within the Executive Branch, ensuring compliance with statutes, responsive service to Oregonians, and efficient and sound management. She appoints most agency heads within the Executive Branch, including the membership of various boards, commissions, committees, and task forces. In addition to general policy and management staff, the Office includes specific sections for Diversity and Inclusion, Economic and Business Equity advocacy, Executive Appointments, Citizens' Representative, Arrest and Return Program; and, the Regional Solutions program.

General Program

The Subcommittee adopted a budget of \$11,493,196 General Fund, \$17,378,879 total funds, for the 2015-17 biennium to support services currently being provided during the 2013-15 biennium. The adopted budget is a 0.8% increase in General Fund and 1.8% decrease in total funds from the 2013-15 biennium. The decrease is primarily associated with elimination of one-time Lottery Funds supporting limited duration positions and other Regional Solutions activities.

There was a sudden change in Governorship, following the resignation of Governor Kitzhaber in February. The Subcommittee recognized that with the unexpected change in the administration, the Office will need some time to figure out how to structure the Office and determine the appropriate level of needed resources. The Subcommittee adopted a Current Service Level budget with instructions for the Office to return during the 2016 Legislative Session with a recommended budget for the remainder of the biennium. The revised budget should address a number of concerns that have been raised by the Legislature, including a review of positions that are funded by other agencies, as well as vacant positions, and a proposal to reduce, eliminate or realign the positions.

Budget Note:

Given the timing of the change in leadership, the Governor's Office should review the current organizational structure and create a report showing any requested position changes. The report should also look at positions that are funded by other agencies and include the total number of those positions, the total cost of those positions, and a proposal to reduce, eliminate, or realign those positions.

The agency should also review its Key Performance Measures and prepare a report on any proposed changes.

Both of these reports should be presented to the Joint Committee on Ways and Means during the 2016 session.

Summary of Performance Measure Action

See attached Legislatively Adopted 2015-17 Key Performance Measures form.

DETAIL OF JOINT COMMITTEE ON WAYS AND MEANS ACTION

HB 5021-A

Office of the Governor
 Brian DeForest -- 503-378-5442

DESCRIPTION	GENERAL FUND	LOTTERY FUNDS	OTHER FUNDS		FEDERAL FUNDS		TOTAL ALL FUNDS	POS	FTE
			LIMITED	NONLIMITED	LIMITED	NONLIMITED			
2013-15 Legislatively Approved Budget at Dec 2014 *	\$ 11,401,846	\$ 3,376,215	\$ 2,910,655	\$ -	\$ -	\$ -	17,688,716	57	56.50
2015-17 Current Service Level (CSL)*	\$ 11,493,196	\$ 2,730,536	\$ 3,155,147	\$ -	\$ -	\$ -	17,378,879	54	53.50
SUBCOMMITTEE RECOMMENDATION *	\$ 11,493,196	\$ 2,730,536	\$ 3,155,147	\$ -	\$ -	\$ -	17,378,879	54	53.50
% Change from 2013-15 Leg Approved Budget	0.8%	-19.1%	8.4%	0.0%	0.0%	0.0%	-1.8%		
% Change from 2015-17 Current Service Level	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%		

*Excludes Capital Construction Expenditures

Legislatively Approved 2015-2017 Key Performance Measures

Agency: GOVERNOR'S OFFICE

Mission: The Governor's Office provides leadership and direction to state agencies that are in the Executive Branch. The Governor's Office includes: Program Area Policy Advisors (e.g., education, workforce, natural resources, jobs and economy, health care, labor and human services, public safety, transportation, and veterans), Executive Appointments, Public Affairs, Diversity and Inclusion, Economic and Business Equity, Extradition Services (for all law enforcement agencies), and Regional Solutions. The focus of the Annual Performance Progress Report is on the last four program areas. These program areas track performance measures, as detailed within this report.

Legislatively Proposed KPMs	Customer Service Category	Agency Request	Most Current Result	Target 2016	Target 2017
1 - CUSTOMER SATISFACTION - Percent of participants (customers) who rate the Regional Solutions process very good to excellent.	Accuracy	Approved KPM	88.60	90.00	90.00
1 - CUSTOMER SATISFACTION - Percent of participants (customers) who rate the Regional Solutions process very good to excellent.	Availability of Information	Approved KPM	86.20	90.00	90.00
1 - CUSTOMER SATISFACTION - Percent of participants (customers) who rate the Regional Solutions process very good to excellent.	Expertise	Approved KPM	92.00	90.00	90.00
1 - CUSTOMER SATISFACTION - Percent of participants (customers) who rate the Regional Solutions process very good to excellent.	Helpfulness	Approved KPM	89.10	90.00	90.00
1 - CUSTOMER SATISFACTION - Percent of participants (customers) who rate the Regional Solutions process very good to excellent.	Overall	Approved KPM	87.90	90.00	90.00
1 - CUSTOMER SATISFACTION - Percent of participants (customers) who rate the Regional Solutions process very good to excellent.	Timeliness	Approved KPM	89.70	90.00	90.00
2 - CERTIFIED INDUSTRIAL SITES - Number of new industrial sites / acres certified as "project ready".		Approved KPM	9.00	6.00	69.00
4 - NUMBER OF STATE CONTRACT AWARDS TO CERTIFIED MINORITY, WOMEN AND EMERGING SMALL BUSINESSES (MWESB):		Approved KPM	0.00	10.00	10.00
5 - STATE HIRING - Number of protected classes being hired, promoted, and retained in state agencies.		Approved KPM	17.10	22.00	22.00

LFO Recommendation:

LFO recommends no changes to the KPMs at this time. The agency is currently reviewing its organizational structure. Since the new structure may have an impact on the KPMs, any changes can be adopted when the Governor's Office reports during the 2016 legislative session.

Sub-Committee Action:

No changes to the KPMs at this time. The agency is currently reviewing its organizational structure. Since the new structure may have an impact on the KPMs, any changes can be adopted when the Governor's Office reports during the 2016 legislative session.