

BUDGET REPORT AND MEASURE SUMMARY

CARRIER: Rep. Heard

Joint Committee On Ways and Means

Action: Do Pass.

Action Date: 05/01/15

Vote:

House

Yeas: 10 - Buckley, Gomberg, Huffman, Komp, McLane, Rayfield, Smith, Whisnant, Whitsett, Williamson

Exc: 2 - Nathanson, Read

Senate

Yeas: 11 - Burdick, Devlin, Girod, Hansell, Johnson, Monroe, Roblan, Shields, Steiner Hayward, Thomsen, Whitsett

Exc: 1 - Winters

Prepared By: R. Mark Miedema, Department of Administrative Services

Reviewed By: Kim To, Legislative Fiscal Office

Agency: Board of Accountancy

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
Other Funds Limited	\$ 2,304,122	\$ 2,165,759	\$ 2,471,473	\$ 167,351	7.3%
Total	\$ 2,304,122	\$ 2,165,759	\$ 2,471,473	\$ 167,351	7.3%

Position Summary

Authorized Positions	8	7	8	1	0.0%
Full-time Equivalent (FTE) positions	8.00	7.00	8.00	1.00	0.0%

⁽¹⁾ Includes adjustments through December 2014

* Excludes Capital Construction expenditures

Revenue Summary

The Board is financed with Other Fund revenues derived almost exclusively from fees paid for professional licenses and examinations. The proposed ending balance, approximately \$500,000, is the equivalent of 4.7 months of operating expenditures. However, the Oregon Society of Certified Public Accountants sponsored SB 581 which would increase the fee for a CPA from the current \$160 to \$255. The increase is approximately 59.4% of the current fee. The fee for a CPA firm in Oregon would increase from the current \$175 to \$265 which is approximately a 51.4% increase. The 2015-17 biennium increase in the Agency's revenue is estimated to be \$403,500 and would increase revenues in the 2017-19 biennium by \$717,000 and will effectively increase the ending balance to 8.7 months of operating expenditures.

Summary of General Government Subcommittee Action

The Subcommittee approved a budget of \$2,471,473 Other Funds and 8.00 full-time equivalent positions for the 2015-17 biennium, which is a 7.3 percent increase from the 2013-15 legislatively approved spending level.

The Subcommittee approved the following recommendation:

- Package 100, Financial Investigator Position – \$205,714 and 1.00 FTE. This package makes permanent a current limited duration position established in the 2013-15 biennium to allow the Board to handle an increase in the number and complexity of complaints.

- Package 101, Contract Investigators and Attorney General – \$100,000. This package would provide the Board with contract investigators and the Department of Justice resources to help reduce the backlog of 87 cases.

Summary of Performance Measure Action

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

DETAIL OF JOINT COMMITTEE ON WAYS AND MEANS ACTION

SB 5501-A

Board of Accountancy
R. Mark Miedema, CPA, CGMA

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 *	\$ -	\$ -	\$ 2,304,122	\$ -	\$ -	\$ -	2,304,122	8	8.00
2015-17 Current Service Level (CSL)*	\$ -	\$ -	\$ 2,165,759	\$ -	\$ -	\$ -	2,165,759	7	7.00
SUBCOMMITTEE ADJUSTMENTS (from CSL)									
SCR 001 - Board of Accountancy									
Package 100: Investigator-Second Position Continuation									
Personal Services	\$ -	\$ -	\$ 187,736	\$ -	\$ -	\$ -	187,736	1	1.00
Services and Supplies	\$ -	\$ -	\$ 17,978	\$ -	\$ -	\$ -	17,978		
Package 101: Compliance Resource									
Services and Supplies	\$ -	\$ -	\$ 100,000	\$ -	\$ -	\$ -	100,000		
TOTAL ADJUSTMENTS	\$ -	\$ -	\$ 305,714	\$ -	\$ -	\$ -	305,714	1	1.00
SUBCOMMITTEE RECOMMENDATION *	\$ -	\$ -	\$ 2,471,473	\$ -	\$ -	\$ -	2,471,473	8	8.00
% Change from 2013-15 Leg Approved Budget	0.0%	0.0%	7.3%	0.0%	0.0%	0.0%	7.3%	0.0%	0.0%
% Change from 2015-17 Current Service Level	0.0%	0.0%	14.1%	0.0%	0.0%	0.0%	14.1%	14.3%	14.3%

*Excludes Capital Construction Expenditures

Legislatively Approved 2015-2017 Key Performance Measures

Agency: ACCOUNTANCY, STATE BOARD OF

Mission: The Board of Accountancy protects the public by regulating the practice and performance of all services provided by licensed accountants.

Legislatively Proposed KPMs	Customer Service Category	Agency Request	Most Current Result	Target 2016	Target 2017
1 - CUSTOMER SATISFACTION - Percent of customers rating satisfaction with agency services as "good" or "excellent": overall customer service, timeliness, accuracy, helpfulness, expertise and availability of information.	Accuracy	Approved KPM	79.00	95.00	95.00
1 - CUSTOMER SATISFACTION - Percent of customers rating satisfaction with agency services as "good" or "excellent": overall customer service, timeliness, accuracy, helpfulness, expertise and availability of information.	Availability of Information	Approved KPM	77.00	95.00	95.00
1 - CUSTOMER SATISFACTION - Percent of customers rating satisfaction with agency services as "good" or "excellent": overall customer service, timeliness, accuracy, helpfulness, expertise and availability of information.	Expertise	Approved KPM	79.00	95.00	95.00
1 - CUSTOMER SATISFACTION - Percent of customers rating satisfaction with agency services as "good" or "excellent": overall customer service, timeliness, accuracy, helpfulness, expertise and availability of information.	Helpfulness	Approved KPM	82.00	95.00	95.00
1 - CUSTOMER SATISFACTION - Percent of customers rating satisfaction with agency services as "good" or "excellent": overall customer service, timeliness, accuracy, helpfulness, expertise and availability of information.	Overall	Approved KPM	85.00	95.00	95.00
1 - CUSTOMER SATISFACTION - Percent of customers rating satisfaction with agency services as "good" or "excellent": overall customer service, timeliness, accuracy, helpfulness, expertise and availability of information.	Timeliness	Approved KPM	79.00	95.00	95.00
2 - Number of days from date of Complaints Committee recommendation to date of preliminary Board determination		Approved KPM	28.00	30.00	30.00
3 - Number of days from date of letter advising parties that an investigation has begun to completion of investigative report		Approved KPM	350.00	155.00	155.00

Agency: ACCOUNTANCY, STATE BOARD OF

Mission: The Board of Accountancy protects the public by regulating the practice and performance of all services provided by licensed accountants.

Legislatively Proposed KPMs	Customer Service Category	Agency Request	Most Current Result	Target 2016	Target 2017
5 - Percentage of complaints wherein letters advising the parties of whether or not an investigation will be initiated are mailed within five business days of the receipt of the complaint		Approved KPM	39.00	95.00	95.00
7 - BEST PRACTICES - Percent of total best practices met by the Board.		Approved KPM	100.00	100.00	100.00

LFO Recommendation:

Recommend approval of KPM and targets as presented.

Sub-Committee Action:

Approved LFO recommendation.