

**SB 100 A BUDGET REPORT and MEASURE SUMMARY**

**Joint Committee On Ways and Means**

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**Department of Energy**

**2017-19**

**Housing and Community Services Department**

**2017-19**

PRELIMINARY

**Budget Summary**

	2015-17 Legislatively Approved Budget	2017-19 Current Service Level	2017-19 Committee Recommendation	Committee Change from 2015-17 Leg. Approved	
				\$ Change	% Change
<b><u>Oregon Department of Energy</u></b>					
Other Funds Limited	\$ -	\$ -	\$ (568,250)	\$ (568,250)	(100.0%)
Total	\$ -	\$ -	\$ (568,250)	\$ (568,250)	(100.0%)
<b><u>Oregon Dept. of Housing and Community Services</u></b>					
Other Funds Limited	\$ -	\$ -	\$ 568,250	\$ 568,250	100.0%
Total	\$ -	\$ -	\$ 568,250	\$ 568,250	100.0%

**Position Summary**

**Oregon Dept. of Housing and Community Services**

Authorized Positions	0	0	1	1
Full-time Equivalent (FTE) positions	0.00	0.00	0.88	0.88

**Summary of Revenue Changes**

Senate Bill 100 transfers the State Home Oil Weatherization program assessment balance, estimated to be \$657,000 Other Funds on January 1, 2018, from the Oregon Department of Energy to the Housing and Community Services Department.

**Summary of Natural Resource Subcommittee Action**

Senate Bill 100 transfers the duties, functions and powers related to the State Home Oil Weatherization (SHOW) program from the Oregon Department of Energy (ODOE) to the Housing and Community Services Department (HCSD). ODOE is directed to transfer all records, property, and unexpended revenues to HCSD for the administration of SHOW. The transfer is to be completed by January 1, 2018, but ODOE and HCSD are authorized to take any action necessary before the deadline to enable the transfer.

The bill repeals statutes directing fuel oil dealers to prepare a residential energy conservation program and makes conforming changes in program definitions. The bill also changes the name of the account receiving money from the petroleum supplier assessment, to the Oil-Heated Dwellings Energy Account and specifies the account to be used to provide information, assistance, and technical advice to residential customers of fuel oil dealers, cash payment to dwelling owners or contractors for energy conservation measures and program administration and enforcement. Finally, the bill makes conforming changes to current law authorizing tax credits allowed to commercial lending institutions making energy conservation loans.

Funding for the SHOW program is provided annually by six petroleum suppliers operating in Oregon, and is statutorily limited to \$400,000 per year. However, ODOE has not made a full assessment since 2012.

### **Oregon Department of Energy**

The current balance of the program account at ODOE, is approximately \$600,000. Work associated with the administration of SHOW is spread among five existing positions, equivalent to 0.27 FTE. These administrative costs are paid by the assessment and are planned to be \$43,000 between now and January 1, 2018. Additionally, special payments between now and January 1, 2018, are anticipated to be \$200,000. This would result in an estimated account balance of \$657,000 on January 1, 2018, which would then be transferred to HCSD through a revenue transfer. ODOE's Other Funds expenditure limitation is reduced by \$568,250, in the 2017-19 biennium. Other Funds limitation will be further reduced by an estimated \$172,750 in the 2019-21 biennium to reflect the elimination of the program in ODOE.

### **Housing and Community Services Department**

The bill provides HCSD with one Program Analyst 1 position (0.88 FTE) for the administration of the program, and increases the department's 2017-19 Other Funds expenditure limitation by \$568,250. Personal Services costs are estimated to be \$127,306 and associated Services and Supplies costs are estimated to be \$16,400, in the 2017-19 biennium. Limitation for Special Payments related to the program is \$424,544. Other Funds limitation will be increased in the 2019-21 biennium to reflect the full phase-in of the program as administered by HCSD.

HCSD is assuming the oil heating program will be integrated with other energy delivery programs within the department resulting in administrative efficiencies in subsequent biennia and an anticipated decrease of the Program Analyst 1 position to 0.50 FTE.

The program and accompanying program balance from ODOE will transfer to HCSD on January 1, 2018.

**DETAIL OF JOINT COMMITTEE ON WAYS AND MEANS ACTION**

Oregon Department of Energy  
 Oregon Department of Housing and Community Services  
 Cathleen Connolly -- 503-373-0083

DESCRIPTION	GENERAL FUND	LOTTERY FUNDS	OTHER FUNDS		FEDERAL FUNDS		TOTAL ALL FUNDS	POS	FTE
			LIMITED	NONLIMITED	LIMITED	NONLIMITED			
<b>SUBCOMMITTEE ADJUSTMENTS</b>									
<b>Oregon Department of Energy</b>									
<b>SCR 200 - Energy Development Services</b>									
Services and Supplies	\$ -	\$ -	\$ (32,009)	\$ -	\$ -	\$ -	\$ (32,009)		
Special Payments	\$ -	\$ -	\$ (536,241)	\$ -	\$ -	\$ -	\$ (536,241)		
<b>Oregon Department of Housing and Community Services</b>									
<b>SCR 030 - Multifamily Housing</b>									
Personal Services	\$ -	\$ -	\$ 127,306	\$ -	\$ -	\$ -	\$ 127,306	1	0.88
Services and Supplies	\$ -	\$ -	\$ 16,400	\$ -	\$ -	\$ -	\$ 16,400		
Special Payments	\$ -	\$ -	\$ 424,544	\$ -	\$ -	\$ -	\$ 424,544		
<b>TOTAL ADJUSTMENTS</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>1</b>	<b>0.88</b>
<b>SUBCOMMITTEE RECOMMENDATION</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>1</b>	<b>0.88</b>