

**Legislative
Fiscal Office**

Oregon State Capitol
900 Court Street NE, H-178
Salem, OR 97301
503-986-1828

Ken Rocco, Legislative Fiscal Officer
Paul Siebert, Deputy Legislative Fiscal Officer



**Joint Committee on
Ways and Means**

Sen. Peter Courtney, Senate Co-Chair
Rep. Nancy Nathanson, House Co-Chair

Sen. Betsy Johnson, Senate Co-Vice Chair
Sen. Jackie Winters, Senate Co-Vice Chair
Rep. Dan Rayfield, House Co-Vice Chair
Rep. Greg Smith, House Co-Vice Chair

To: General Government Subcommittee
From: Kim To, Legislative Fiscal Office
Date: Tuesday, March 12, 2019
Subject: SB 5501 – Board of Accountancy (BOA)
Work Session Recommendations

Board of Accountancy (BOA) – Agency Totals

	2015-17 Actual	2017-19 Legislatively Approved	2019-21 Current Service Level	2019-21 LFO Recommended
Other Funds	2,261,508	2,617,527	2,647,639	2,830,141
Total Funds	\$2,261,508	\$2,617,527	\$2,647,639	\$2,830,141
Positions	8	8	8	8
FTE	8.00	7.50	7.50	7.50

The 2019-21 LFO recommended budget for the Oregon Board of Accountancy is 8 positions (7.50 FTE) and \$2,830,141 Other Funds. This is an 8.1% increase from 2017-19 Legislatively Approved Budget. The recommended budget is projected to leave the board with an ending balance of \$1,796,767, an equivalent of 15 months of operating funds. The attached recommendations from the Legislative Fiscal Office for the Board of Accountancy contain the following:

Adjustments to Current Service Level

See attached “Work Session Presentation Report” dated 2/26/2019.

Note: Statewide adjustments are not included in these recommendations. Any needed adjustments will be made in end of session bills.

- Package 101: Increases Other Funds limitation by \$182,502 to cover anticipated increase in Department of Justice Flat Rate Agreement.

Accept LFO Recommendation:

MOTION: I move the LFO recommendation to SB 5501. (VOTE)

OR

Change LFO Recommendation:

MOTION: I move the LFO recommendation to SB 5501, with modifications. (VOTE)

Performance Measures

See attached “Legislatively Proposed 2019-21 Key Performance Measures.”

Accept LFO Recommendation:

MOTION: I move the LFO recommendation on Key Performance Measures. (VOTE)

OR

Change LFO Recommendation:

MOTION: I move the LFO recommendation on Key Performance Measures, with modifications. (VOTE)

Recommended Changes

LFO recommends amending SB 5501 by the following changes as reflected in the -1 amendment:

Section 1, Line 6 Delete {\$2,805,291} and insert “\$2,830,141”.

MOTION: I move adoption of the -1 amendment to SB 5501. (VOTE)

Final Subcommittee Action

LFO recommends that SB 5501, as amended by the -1 amendment, be moved to the Ways and Means Full Committee.

MOTION: I move SB 5501, as amended, to the Full Committee with a do pass recommendation. (VOTE)

Carriers

Full Committee: _____

House Floor: _____

Senate Floor: _____

	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
2017-19 Agy. Leg. Adopted	-	-	2,583,982	-	-	-	2,583,982	8	7.50
2017-19 Ebds, SS & Admin Act	-	-	33,545	-	-	-	33,545	-	-
Ways & Means Actions	-	-	-	-	-	-	-	-	-
2017-19 Leg Approved Budget	-	-	2,617,527	-	-	-	2,617,527	8	7.50
2017-19 Leg Approved Budget (Base)	-	-	2,617,527	-	-	-	2,617,527	8	7.50
Summary of Base Adjustments	-	-	(60,808)	-	-	-	(60,808)	-	-
2019-21 Base Budget	-	-	2,556,719	-	-	-	2,556,719	8	7.50
010: Non-PICS Pers Svc/Vacancy Factor	-	-	(13,283)	-	-	-	(13,283)	-	-
030: Inflation & Price List Adjustments	-	-	104,203	-	-	-	104,203	-	-
2019-21 Current Service Level	-	-	2,647,639	-	-	-	2,647,639	8	7.50
Adjusted 2019-21 Current Service Level	-	-	2,647,639	-	-	-	2,647,639	8	7.50
Total LFO Recommended Packages	-	-	182,502	-	-	-	182,502	-	-
2019-21 Legislative Actions	-	-	2,830,141	-	-	-	2,830,141	8	7.50
Net change from 2017-19 Leg Approved Budget	-	-	212,614	-	-	-	212,614	-	-
Percent change from 2017-19 Leg Approved Budget	0.0%	0.0%	8.1%	0.0%	0.0%	0.0%	8.1%	0.0%	0.0%
Net change from 2019-21 Adj Current Service Level	-	-	182,502	-	-	-	182,502	-	-
Percent change from 2019-21 Adj Current Service Level	0.0%	0.0%	6.9%	0.0%	0.0%	0.0%	6.9%	0.0%	0.0%

	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
2017-19 Agy. Leg. Adopted	-	-	2,583,982	-	-	-	2,583,982	8	7.50
2017-19 Ebds, SS & Admin Act	-	-	33,545	-	-	-	33,545	-	-
Ways & Means Actions	-	-	-	-	-	-	-	-	-
2017-19 Leg Approved Budget	-	-	2,617,527	-	-	-	2,617,527	8	7.50
2017-19 Leg Approved Budget (Base)	-	-	2,617,527	-	-	-	2,617,527	8	7.50
Summary of Base Adjustments	-	-	(60,808)	-	-	-	(60,808)	-	-
2019-21 Base Budget	-	-	2,556,719	-	-	-	2,556,719	8	7.50
010: Non-PICS Pers Svc/Vacancy Factor	-	-	(13,283)	-	-	-	(13,283)	-	-
030: Inflation & Price List Adjustments	-	-	104,203	-	-	-	104,203	-	-
2019-21 Current Service Level	-	-	2,647,639	-	-	-	2,647,639	8	7.50
Adjusted 2019-21 Current Service Level	-	-	2,647,639	-	-	-	2,647,639	8	7.50
Total LFO Recommended Packages	-	-	182,502	-	-	-	182,502	-	-
2019-21 Legislative Actions	-	-	2,830,141	-	-	-	2,830,141	8	7.50
Net change from 2017-19 Leg Approved Budget	-	-	212,614	-	-	-	212,614	-	-
Percent change from 2017-19 Leg Approved Budget	0.0%	0.0%	8.1%	0.0%	0.0%	0.0%	8.1%	0.0%	0.0%
Net change from 2019-21 Adj Current Service Level	-	-	182,502	-	-	-	182,502	-	-
Percent change from 2019-21 Adj Current Service Level	0.0%	0.0%	6.9%	0.0%	0.0%	0.0%	6.9%	0.0%	0.0%

	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
--	--------------	---------------	-------------	---------------	------------------------	--------------------------	-------------	-----------	----------------------------

Package 101 DOJ Flat Rate

Package Description This package increases Other Funds by \$182,502 to cover Department of Justice (DOJ) fees. The Board entered into a flat rate agreement with DOJ in 2015. Due to increased use of Assistant Attorney General (AG) services stemming from training a new AG and increased case complexity, the DOJ flat rate has now increased.

LFO Recommendation LFO Recommended.

LFO Recommended	-	-	182,502	-	-	-	182,502	-	-
-----------------	---	---	---------	---	---	---	---------	---	---

Legislatively Proposed 2019 - 2021 Key Performance Measures

Published: 3/6/2019 9:22:56 AM

Agency: Accountancy, Board of

Mission Statement:

The mission of the Board of Accountancy is to protect Oregon consumers by ensuring only qualified licensees practice public accountancy in accordance with established professional standards and promulgated rules.

Legislatively Proposed KPMs	Metrics	Agency Request	Last Reported Result	Target 2020	Target 2021
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	89%	90%	90%
	Timeliness		82%	90%	90%
	Helpfulness		94%	90%	90%
	Overall		90%	90%	90%
	Accuracy		94%	90%	90%
	Expertise		95%	90%	90%
2. TIMELY COMPLAINT RESPONSE - 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	85%	85%	85%
3. TIMELY INVESTIGATION - Average number of calendar days from date of letter advising parties that an investigation has begun to completion of investigative report.		Approved	435	240	240
4. TIMELY CASE RESOLUTION - Average number of calendar days from date of Complaints Committee recommendation to date of preliminary Board determination.		Approved	21	25	25
5. BEST PRACTICES - Percent of total best practices met by the Board.		Approved	100	100	100

LFO Recommendation:

LFO recommends approval of Key Performance Measures and targets as presented. In addition, LFO recommends the Board of Accountancy work with LFO and DAS CFO during the interim to document its data collection and processing methods to ensure that KPM data provided are accurate and that definitions of data elements are consistent from year to year.

SubCommittee Action: