

**Legislative  
Fiscal Office**

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**Joint Committee on  
Ways and Means**

Sen. Betsy Johnson, Senate Co-Chair  
Sen. Elizabeth Steiner Hayward, Senate Co-Chair  
Rep. Dan Rayfield, House Co-Chair

Sen. Jackie Winters, Senate Co-Vice Chair  
Rep. David Gomberg, House Co-Vice Chair  
Rep. Greg Smith, House Co-Vice Chair

**To:** Natural Resources Subcommittee  
**From:** John Terpening, Legislative Fiscal Office  
**Date:** June 10, 2019  
**Subject:** SB 5545 – Department of Energy  
Work Session Recommendations

**Department of Energy – Agency Totals**

	<b>2015-17 Actual</b>	<b>2017-19 Legislatively Approved</b>	<b>2019-21 Current Service Level</b>	<b>2019-21 LFO Recommended</b>
General Fund	--	--	4,334,048	4,334,048
Lottery Funds	2,980,489	3,023,630	3,023,370	3,023,370
Other Funds	25,284,394	35,609,279	32,689,074	31,236,157
Other Funds (NL)	126,213,739	119,282,861	96,028,718	41,028,718
Federal Funds	2,337,024	2,455,398	2,482,702	2,203,426
Federal Funds (NL)	--	104,000	104,000	104,000
<b>Total Funds</b>	<b>156,815,646</b>	<b>160,475,168</b>	<b>138,661,912</b>	<b>81,929,719</b>
Positions	105	97	84	78
FTE	104.16	93.87	84.00	78.00

The LFO recommended budget for the Department of Energy represents a 49% decrease from the 2017-19 legislatively approved budget. The budget reduction is largely attributed to the removal of \$55 million Other Funds Nonlimited expenditure as a result of the Small-Scale Energy Loan Program (SELP) not authorized for new bonding authority. The budget includes \$4,334,048 General Fund for debt service to cover a bond payment due in April 2021 for the SELP Fund. This is due to losses sustained from loans dating back to 2007-08, which has resulted in the program no longer forecasted to be self-sustaining and to have a projected cash flow deficit. The total potential shortfall is currently estimated at \$8 million but is dynamic and may be reduced based on revenue received.

Additional reductions to the budget include the elimination of eight vacant positions (8.00 FTE) and reductions to budgeted services and supplies to reduce Department expenditures supported by the Energy Supplier Assessment.

The 2019-21 LFO Recommended Budget is \$81,929,719 total funds and 78 positions (78.00 FTE). The Other Funds budget represents approximately \$13.9 million support from the Energy Supplier Assessment, which is around an 8% decrease from the 2017-19 Current Service Level.

### **Adjustments to Current Service Level**

See attached “Work Session Presentation Report.”

Note: Statewide adjustments and six-year capital construction expenditures are not included in these recommendations. Any needed adjustments will be made in end of session bills.

***Accept*** LFO Recommendation:

MOTION: I move the LFO recommendation to SB 5545. (VOTE)

**OR**

***Change*** LFO Recommendation:

MOTION: I move the LFO recommendation to SB 5545, 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)

### **Budget Notes**

#### **#1 Budget Note: Agency Administration**

The Department of Energy is directed to report back to the Joint Committee on Ways and Means during the 2020 session, as the Governor did not propose a 2019-21 budget for the agency. Additionally, many of the Department’s long-standing programs have sunset or are no longer active. The report should include an analysis of existing programs, the Department’s key performance measures, a review of agency administration, the level of internal support versus services that could be provided through the Department of Administrative Services, and review of the agency’s indirect rate and usage of the Energy Supplier Assessment.

**Accept** LFO Recommendation:

MOTION: I move the LFO recommendation on Budget Notes. (VOTE)

**OR**

**Change** LFO Recommendation (any changes must be approved by the co-chairs):

MOTION: I move the LFO recommendation on Budget Notes, with modifications.  
(VOTE)

**Recommended Changes**

LFO recommends a budget of \$4,334,048 General Fund, \$3,023,370 Lottery Funds, \$31,236,157 Other Funds, \$41,028,718 Other Funds Nonlimited, \$2,203,426 Federal Funds, \$104,000 Federal Funds Nonlimited, and 78 positions (78.00 FTE), which is reflected in the -2 amendment.

MOTION: I move adoption of the -2 amendment to SB 5545. (VOTE)

**Final Subcommittee Action**

LFO recommends that SB 5545, as amended by the -2 amendment, be moved to the Ways and Means Full Committee.

MOTION: I move SB 5545, 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)
<b>2017-19 Agy. Leg. Adopted</b>	-	3,023,630	35,206,624	2,412,636	119,282,861	104,000	160,029,751	97	93.87
2017-19 Ebds, SS & Admin Act	-	-	402,655	42,762	-	-	445,417	-	-
Ways & Means Actions	-	-	-	-	-	-	-	-	-
<b>2017-19 Leg Approved Budget</b>	-	3,023,630	35,609,279	2,455,398	119,282,861	104,000	160,475,168	97	93.87
<b>2017-19 Leg Approved Budget (Base)</b>	-	3,023,630	35,609,279	2,455,398	119,282,861	104,000	160,475,168	97	93.87
Summary of Base Adjustments	4,334,048	(260)	(107,567)	(134,619)	(78,254,143)	-	(74,162,541)	(7)	(4.02)
<b>2019-21 Base Budget</b>	<b>4,334,048</b>	<b>3,023,370</b>	<b>35,501,712</b>	<b>2,320,779</b>	<b>41,028,718</b>	<b>104,000</b>	<b>86,312,627</b>	<b>90</b>	<b>89.85</b>
010: Non-PICS Pers Svc/Vacancy Factor	-	-	540,567	58,308	-	-	598,875	-	-
020: Phase In / Out Pgm & One-time Cost	-	-	(4,193,910)	(15,916)	-	-	(4,209,826)	(6)	(5.85)
030: Inflation & Price List Adjustments	-	-	938,984	21,252	-	-	960,236	-	-
060: Technical Adjustments	-	-	(98,279)	98,279	-	-	-	-	-
<b>2019-21 Current Service Level</b>	<b>4,334,048</b>	<b>3,023,370</b>	<b>32,689,074</b>	<b>2,482,702</b>	<b>41,028,718</b>	<b>104,000</b>	<b>83,661,912</b>	<b>84</b>	<b>84.00</b>
<b>Adjusted 2019-21 Current Service Level</b>	<b>4,334,048</b>	<b>3,023,370</b>	<b>32,689,074</b>	<b>2,482,702</b>	<b>41,028,718</b>	<b>104,000</b>	<b>83,661,912</b>	<b>84</b>	<b>84.00</b>
<b>Total LFO Recommended Packages</b>	-	-	<b>(1,452,917)</b>	<b>(279,276)</b>	-	-	<b>(1,732,193)</b>	<b>(6)</b>	<b>(6.00)</b>
<b>2019-21 Legislative Actions</b>	<b>4,334,048</b>	<b>3,023,370</b>	<b>31,236,157</b>	<b>2,203,426</b>	<b>41,028,718</b>	<b>104,000</b>	<b>81,929,719</b>	<b>78</b>	<b>78.00</b>
Net change from 2017-19 Leg Approved Budget	4,334,048	(260)	(4,373,122)	(251,972)	(78,254,143)	-	(78,545,449)	(19)	(15.87)
Percent change from 2017-19 Leg Approved Budget	100.0%	(0.0%)	(12.3%)	(10.3%)	(65.6%)	0.0%	(49.0%)	(19.6%)	(16.9%)
Net change from 2019-21 Adj Current Service Level	-	-	(1,452,917)	(279,276)	-	-	(1,732,193)	(6)	(6.00)
Percent change from 2019-21 Adj Current Service Level	0.0%	0.0%	(4.4%)	(11.3%)	0.0%	0.0%	(2.1%)	(7.1%)	(7.1%)

	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
<b>2017-19 Agy. Leg. Adopted</b>	-	-	5,372,058	671,331	-	-	6,043,389	23	22.50
2017-19 Ebds, SS & Admin Act	-	-	90,820	25,664	-	-	116,484	-	-
Ways & Means Actions	-	-	-	-	-	-	-	-	-
<b>2017-19 Leg Approved Budget</b>	-	-	5,462,878	696,995	-	-	6,159,873	23	22.50
<b>2017-19 Leg Approved Budget (Base)</b>	-	-	5,462,878	696,995	-	-	6,159,873	23	22.50
Summary of Base Adjustments	-	-	255,438	(8,009)	-	-	247,429	-	0.50
<b>2019-21 Base Budget</b>	-	-	5,718,316	688,986	-	-	6,407,302	23	23.00
010: Non-PICS Pers Svc/Vacancy Factor	-	-	136,476	17,022	-	-	153,498	-	-
020: Phase In / Out Pgm & One-time Cost	-	-	-	43,023	-	-	43,023	-	-
030: Inflation & Price List Adjustments	-	-	37,794	7,508	-	-	45,302	-	-
060: Technical Adjustments	-	-	-	98,279	-	-	98,279	-	-
<b>2019-21 Current Service Level</b>	-	-	5,892,586	854,818	-	-	6,747,404	23	23.00
<b>Adjusted 2019-21 Current Service Level</b>	-	-	5,892,586	854,818	-	-	6,747,404	23	23.00
<b>Total LFO Recommended Packages</b>	-	-	(347,162)	(158,625)	-	-	(505,787)	(2)	(2.00)
<b>2019-21 Legislative Actions</b>	-	-	5,545,424	696,193	-	-	6,241,617	21	21.00
Net change from 2017-19 Leg Approved Budget	-	-	82,546	(802)	-	-	81,744	(2)	(1.50)
Percent change from 2017-19 Leg Approved Budget	0.0%	0.0%	1.5%	(0.1%)	0.0%	0.0%	1.3%	(8.7%)	(6.7%)
Net change from 2019-21 Adj Current Service Level	-	-	(347,162)	(158,625)	-	-	(505,787)	(2)	(2.00)
Percent change from 2019-21 Adj Current Service Level	0.0%	0.0%	(5.9%)	(18.6%)	0.0%	0.0%	(7.5%)	(8.7%)	(8.7%)

	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
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**Package 801 LFO Analyst Adjustments**

Package Description This package reduces Other Funds limitation by \$84,093 from services and supplies in an effort to reduce the amount of Energy Supplier Assessment needed to fund the Department of Energy. This reduction of ESA-supported expenditures represents a 13.3% reduction to the division's services and supplies budget.

LFO Recommendation Approve the package.

LFO Recommended	-	-	(84,093)	-	-	-	(84,093)	-	-
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	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
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**Package 812 Vacant Position Elimination**

Package Description This package eliminates a Program Analyst 3 position, held vacant for 19 months, at a total funds reduction of \$198,281. The position was mostly funded with Federal Funds totaling \$158,625, however it has remained vacant since there has been insufficient Federal Funds revenue to support the position. The Other Funds portion of the position, totaling \$39,656 was being funded with the Energy Supplier Assessment.

The package also eliminates a vacant Operations and Policy Analyst 2 position totaling \$223,413 Other Funds to reduce the amount of Energy Supplier Assessment needed to fund the Department of Energy. ESA-related costs of the position totaled \$216,707.

LFO Recommendation Approve the package.

LFO Recommended	-	-	(263,069)	(158,625)	-	-	(421,694)	(2)	(2.00)
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	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
<b>2017-19 Agy. Leg. Adopted</b>	-	3,023,630	10,414,315	278,440	119,282,861	104,000	133,103,246	17	14.25
2017-19 Ebds, SS & Admin Act	-	-	14,546	5,582	-	-	20,128	-	-
Ways & Means Actions	-	-	-	-	-	-	-	-	-
<b>2017-19 Leg Approved Budget</b>	-	3,023,630	10,428,861	284,022	119,282,861	104,000	133,123,374	17	14.25
<b>2017-19 Leg Approved Budget (Base)</b>	-	3,023,630	10,428,861	284,022	119,282,861	104,000	133,123,374	17	14.25
Summary of Base Adjustments	4,334,048	(260)	(450,337)	(143,728)	(78,254,143)	-	(74,514,420)	(6)	(3.25)
<b>2019-21 Base Budget</b>	<b>4,334,048</b>	<b>3,023,370</b>	<b>9,978,524</b>	<b>140,294</b>	<b>41,028,718</b>	<b>104,000</b>	<b>58,608,954</b>	<b>11</b>	<b>11.00</b>
010: Non-PICS Pers Svc/Vacancy Factor	-	-	218,645	39,296	-	-	257,941	-	-
020: Phase In / Out Pgm & One-time Cost	-	-	(3,327,332)	(58,939)	-	-	(3,386,271)	(4)	(4.00)
030: Inflation & Price List Adjustments	-	-	203,143	-	-	-	203,143	-	-
060: Technical Adjustments	-	-	(98,279)	-	-	-	(98,279)	-	-
<b>2019-21 Current Service Level</b>	<b>4,334,048</b>	<b>3,023,370</b>	<b>6,974,701</b>	<b>120,651</b>	<b>41,028,718</b>	<b>104,000</b>	<b>55,585,488</b>	<b>7</b>	<b>7.00</b>
<b>Adjusted 2019-21 Current Service Level</b>	<b>4,334,048</b>	<b>3,023,370</b>	<b>6,974,701</b>	<b>120,651</b>	<b>41,028,718</b>	<b>104,000</b>	<b>55,585,488</b>	<b>7</b>	<b>7.00</b>
<b>Total LFO Recommended Packages</b>	-	-	<b>(665,144)</b>	<b>(120,651)</b>	-	-	<b>(785,795)</b>	<b>(3)</b>	<b>(3.00)</b>
<b>2019-21 Legislative Actions</b>	<b>4,334,048</b>	<b>3,023,370</b>	<b>6,309,557</b>	-	<b>41,028,718</b>	<b>104,000</b>	<b>54,799,693</b>	<b>4</b>	<b>4.00</b>
Net change from 2017-19 Leg Approved Budget	4,334,048	(260)	(4,119,304)	(284,022)	(78,254,143)	-	(78,323,681)	(13)	(10.25)
Percent change from 2017-19 Leg Approved Budget	100.0%	(0.0%)	(39.5%)	(100.0%)	(65.6%)	0.0%	(58.8%)	(76.5%)	(71.9%)
Net change from 2019-21 Adj Current Service Level	-	-	(665,144)	(120,651)	-	-	(785,795)	(3)	(3.00)
Percent change from 2019-21 Adj Current Service Level	0.0%	0.0%	(9.5%)	(100.0%)	0.0%	0.0%	(1.4%)	(42.9%)	(42.9%)



	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
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**Package 801 LFO Analyst Adjustments**

Package Description This package includes fund shifting of costs for positions, totaling \$120,651, from Federal Funds to Other Funds. The Energy Development Services does not have the Federal funds revenue to support the limitation for the existing positions. This shift will effectively eliminate Federal Funds limitation within this program. The Department may return to the Legislature with a limitation request if Federal revenue becomes available.

The package also reduces the Energy Development Services division services and supplies budget by \$15,280 in an effort to reduce the amount of Energy Supplier Assessment needed to fund the Department of Energy.

LFO Recommendation Approve the package.

LFO Recommended	-	-	105,371	(120,651)	-	-	(15,280)	-	-
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	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
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**Package 812 Vacant Position Elimination**

Package Description This package includes the elimination of three vacant positions totaling \$770,515 Other Funds.

Two of the positions, a Loan Specialist 3 and a Principle Executive Manager E, totaling \$446,921 Other Funds were within the Small Scale Local Energy Loan Program (SELP) and have been held vacant for multiple years anticipating a restart of the SELP program. These positions are not needed to administer the program as it currently exists, but would likely be requested if the SELP program were given Legislative authority to restart.

The third position eliminated is a Principle Executive Manager E vacant nearly a year and proposed in the agency's request budget for reclassification downward to a different position. This reduction is \$323,594 Other Funds that was paid with Energy Supplier Assessment revenue. This reduction is part of the effort to reduce the Department's reliance on ESA.

LFO Recommendation Approve the package.

<b>LFO Recommended</b>	-	-	(770,515)	-	-	-	(770,515)	(3)	(3.00)
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	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
<b>2017-19 Agy. Leg. Adopted</b>	-	-	776,827	1,448,040	-	-	2,224,867	6	6.00
2017-19 Ebds, SS & Admin Act	-	-	13,597	12,238	-	-	25,835	-	-
Ways & Means Actions	-	-	-	-	-	-	-	-	-
<b>2017-19 Leg Approved Budget</b>	-	-	790,424	1,460,278	-	-	2,250,702	6	6.00
<b>2017-19 Leg Approved Budget (Base)</b>	-	-	790,424	1,460,278	-	-	2,250,702	6	6.00
Summary of Base Adjustments	-	-	31,137	16,584	-	-	47,721	-	-
<b>2019-21 Base Budget</b>	-	-	821,561	1,476,862	-	-	2,298,423	6	6.00
010: Non-PICS Pers Svc/Vacancy Factor	-	-	2,774	1,582	-	-	4,356	-	-
030: Inflation & Price List Adjustments	-	-	12,581	13,631	-	-	26,212	-	-
<b>2019-21 Current Service Level</b>	-	-	836,916	1,492,075	-	-	2,328,991	6	6.00
<b>Adjusted 2019-21 Current Service Level</b>	-	-	836,916	1,492,075	-	-	2,328,991	6	6.00
<b>Total LFO Recommended Packages</b>	-	-	(3,504)	-	-	-	(3,504)	-	-
<b>2019-21 Legislative Actions</b>	-	-	833,412	1,492,075	-	-	2,325,487	6	6.00
Net change from 2017-19 Leg Approved Budget	-	-	42,988	31,797	-	-	74,785	-	-
Percent change from 2017-19 Leg Approved Budget	0.0%	0.0%	5.4%	2.2%	0.0%	0.0%	3.3%	0.0%	0.0%
Net change from 2019-21 Adj Current Service Level	-	-	(3,504)	-	-	-	(3,504)	-	-
Percent change from 2019-21 Adj Current Service Level	0.0%	0.0%	(0.4%)	0.0%	0.0%	0.0%	(0.2%)	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)
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**Package 801 LFO Analyst Adjustments**

Package Description This package reduces Other Funds limitation by \$3,504 from services and supplies in the Nuclear Safety program in an effort to reduce the amount of Energy Supplier Assessment needed to fund the Department. This reduction of ESA-supported expenditures represents a 2.4% reduction to the division's services and supplies budget.

LFO Recommendation Approve the package.

LFO Recommended	-	-	(3,504)	-	-	-	(3,504)	-	-
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	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
<b>2017-19 Agy. Leg. Adopted</b>	-	-	4,677,251	-	-	-	4,677,251	11	11.00
2017-19 Ebds, SS & Admin Act	-	-	52,014	-	-	-	52,014	-	-
Ways & Means Actions	-	-	-	-	-	-	-	-	-
<b>2017-19 Leg Approved Budget</b>	-	-	4,729,265	-	-	-	4,729,265	11	11.00
<b>2017-19 Leg Approved Budget (Base)</b>	-	-	4,729,265	-	-	-	4,729,265	11	11.00
Summary of Base Adjustments	-	-	69,751	-	-	-	69,751	-	-
<b>2019-21 Base Budget</b>	-	-	4,799,016	-	-	-	4,799,016	11	11.00
010: Non-PICS Pers Svc/Vacancy Factor	-	-	109,698	-	-	-	109,698	-	-
030: Inflation & Price List Adjustments	-	-	158,735	-	-	-	158,735	-	-
<b>2019-21 Current Service Level</b>	-	-	5,067,449	-	-	-	5,067,449	11	11.00
<b>Adjusted 2019-21 Current Service Level</b>	-	-	5,067,449	-	-	-	5,067,449	11	11.00
<b>Total LFO Recommended Packages</b>	-	-	397,773	-	-	-	397,773	2	2.00
<b>2019-21 Legislative Actions</b>	-	-	5,465,222	-	-	-	5,465,222	13	13.00
Net change from 2017-19 Leg Approved Budget	-	-	735,957	-	-	-	735,957	2	2.00
Percent change from 2017-19 Leg Approved Budget	0.0%	0.0%	15.6%	0.0%	0.0%	0.0%	15.6%	18.2%	18.2%
Net change from 2019-21 Adj Current Service Level	-	-	397,773	-	-	-	397,773	2	2.00
Percent change from 2019-21 Adj Current Service Level	0.0%	0.0%	7.9%	0.0%	0.0%	0.0%	7.9%	18.2%	18.2%

	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
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**Package 140 Energy Siting Analyst Support**

Package Description The package provides \$411,789 Other Funds expenditure limitation and position authority for two full-time limited duration Utility and Energy Analyst 2 positions to provide capacity to handle the increased workload related to a projected increase in Energy Facility Siting review applications. Applications are projected to increase 31% from the 2015-2017 biennium to the 2019-2021 biennium. Revenue is expected to primarily come from cost recovery fees and small percentage will come from the Energy Supplier Assessment (ESA).

LFO Recommendation Approve the package.

LFO Recommended	-	-	411,789	-	-	-	411,789	2	2.00
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	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
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**Package 801 LFO Analyst Adjustments**

Package Description This package reduces Other Funds limitation by \$14,016 from services and supplies in an effort to reduce the amount of Energy Supplier Assessment needed to fund the Department. This reduction of ESA-supported expenditures represents a less than 1% reduction to the division's services and supplies budget.

LFO Recommendation Approve the package.

LFO Recommended	-	-	(14,016)	-	-	-	(14,016)	-	-
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Administrative Services

	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
<b>2017-19 Agy. Leg. Adopted</b>	-	-	<b>13,966,173</b>	<b>14,825</b>	-	-	<b>13,980,998</b>	<b>40</b>	<b>40.12</b>
2017-19 Ebds, SS & Admin Act	-	-	231,678	(722)	-	-	230,956	-	-
Ways & Means Actions	-	-	-	-	-	-	-	-	-
<b>2017-19 Leg Approved Budget</b>	-	-	<b>14,197,851</b>	<b>14,103</b>	-	-	<b>14,211,954</b>	<b>40</b>	<b>40.12</b>
<b>2017-19 Leg Approved Budget (Base)</b>	-	-	<b>14,197,851</b>	<b>14,103</b>	-	-	<b>14,211,954</b>	<b>40</b>	<b>40.12</b>
Summary of Base Adjustments	-	-	(13,556)	534	-	-	(13,022)	(1)	(1.27)
<b>2019-21 Base Budget</b>	-	-	<b>14,184,295</b>	<b>14,637</b>	-	-	<b>14,198,932</b>	<b>39</b>	<b>38.85</b>
010: Non-PICS Pers Svc/Vacancy Factor	-	-	72,974	408	-	-	73,382	-	-
020: Phase In / Out Pgm & One-time Cost	-	-	(866,578)	-	-	-	(866,578)	(2)	(1.85)
030: Inflation & Price List Adjustments	-	-	526,731	113	-	-	526,844	-	-
<b>2019-21 Current Service Level</b>	-	-	<b>13,917,422</b>	<b>15,158</b>	-	-	<b>13,932,580</b>	<b>37</b>	<b>37.00</b>
<b>Adjusted 2019-21 Current Service Level</b>	-	-	<b>13,917,422</b>	<b>15,158</b>	-	-	<b>13,932,580</b>	<b>37</b>	<b>37.00</b>
<b>Total LFO Recommended Packages</b>	-	-	<b>(834,880)</b>	<b>-</b>	-	-	<b>(834,880)</b>	<b>(3)</b>	<b>(3.00)</b>
<b>2019-21 Legislative Actions</b>	-	-	<b>13,082,542</b>	<b>15,158</b>	-	-	<b>13,097,700</b>	<b>34</b>	<b>34.00</b>
Net change from 2017-19 Leg Approved Budget	-	-	(1,115,309)	1,055	-	-	(1,114,254)	(6)	(6.12)
Percent change from 2017-19 Leg Approved Budget	0.0%	0.0%	(7.9%)	7.5%	0.0%	0.0%	(7.8%)	(15.0%)	(15.3%)
Net change from 2019-21 Adj Current Service Level	-	-	(834,880)	-	-	-	(834,880)	(3)	(3.00)
Percent change from 2019-21 Adj Current Service Level	0.0%	0.0%	(6.0%)	0.0%	0.0%	0.0%	(6.0%)	(8.1%)	(8.1%)



	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
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**Package 090 Analyst Adjustments**

Package Description This package decreases Personal Services by \$8,831 Other Funds to align the Department's budget after a permanent finance plan was submitted during the 2017-19 biennium. A position was use to finance two upward reclassifications, and this is the amount of limitation remaining, while the FTE was already reduced at the Current Service Level.

LFO Recommendation Approve the package.

LFO Recommended	-	-	(8,831)	-	-	-	(8,831)	-	-
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	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
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**Package 801 LFO Analyst Adjustments**

Package Description This package reduces Other Funds limitation by \$204,193 to remove excess limitation in the Department's budget for rent expenses. The Department's budget was not modified from its move to the current facilities.

LFO Recommendation Approve the package.

LFO Recommended	-	-	(204,193)	-	-	-	(204,193)	-	-
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Administrative Services

	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
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**Package 812 Vacant Position Elimination**

Package Description This package eliminates three vacant positions (3.00 FTE) within the Administrative Services division, totaling \$621,856 Other Funds. The positions are an Operations and Policy Analyst 1, and Information Systems Specialist 5 and an Information System Specialist 7 positions. The 2018 Oregon IT Workforce Report indicated that the Department has a ratio of IT position classifications to non-IT classifications of 1:10.25, while the statewide executive branch average ratio is 1:17. Of the total reduction, \$329,584 is attributable to the Energy Supplier Assessment.

LFO Recommendation Approve the package.

LFO Recommended	-	-	(621,856)	-	-	-	(621,856)	(3)	(3.00)
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# Legislatively Proposed 2019 - 2021 Key Performance Measures

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**Agency:** Energy, Department of

**Mission Statement:**

The Oregon Department of Energy is leading Oregon to a safe, clean, and sustainable energy future.

Legislatively Proposed KPMs	Metrics	Agency Request	Last Reported Result	Target 2020	Target 2021
1. ENERGY SAVINGS AND PRODUCTION - Annual energy savings and production from the agency's programs.	a) Total of Programs	Approved	1,430.50	2,155	2,155
	b) Energy Incentive Programs		1,247.90	2,000	2,000
	c) Small-Scale Energy Loan Program		0	0	0
	d) Public Buildings		22	30	30
	e) Residential Programs		144.10	125	125
2. CUSTOMER SERVICE - Percent of customers rating their satisfaction with the agency's customer service as "good" or "excellent": overall, timeliness, accuracy, helpfulness, expertise, availability of information.	a) Timeliness	Approved	89%	95%	95%
	b) Accuracy		91%	95%	95%
	c) Helpfulness		90%	95%	95%
	d) Expertise		90%	95%	95%
	e) Availability of Information		81%	95%	95%
	f) Overall		89%	95%	95%
3. APPLICATION PROCESSING - Percent of applications reviewed and approved within administrative or statutory deadlines.	a) Energy Facility Siting: Percent of new applicants notified within 60 days of application completeness	Approved	100%	100%	100%
	b) Energy Incentive Programs: Percent of Final Applications Processed within 60 Days		62%	100%	100%
	c) Residential Energy Tax Credit (RETC)-Percent of applications processed within 60 days		48%	100%	100%
4. ENERGY USE BY STATE BUILDINGS - Electrical and fossil fuel energy use in state owned buildings by use type and building area.		Approved	48.697	51	51
5. GREENHOUSE GAS CONTENT OF OREGON'S ELECTRICITY AND STATIONARY FUEL - Greenhouse gas emissions per unit	a) Electricity used in Oregon	Approved	0.421	0.151	0.151
	b) Electricity generated in Oregon		0.171	0.151	0.151
	c) The mix of other stationary fuels used in Oregon		0.057	0.036	0.036
	d) The mix of other stationary fuels produced in Oregon		No Data	0	0
6. TRANSPORTATION FUELS USED IN OREGON - Percentage of petroleum vs non-petroleum fuels used for transportation in Oregon: a) On-road fuel and b) Non-road fuel.	a) On Road Percentage Non-petroleum	Approved	No Data	0%	0%
	b) Non Road Percentage Non Petroleum		No Data	0%	0%

**LFO Recommendation:**

The Legislative Fiscal Office recommends the proposed Key Performance Measures and targets.

Per a budget note, the Department is directed to report to the 2020 Legislature on its Key Performance Measures.

SubCommittee Action: