

Legislative Fiscal Office

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Joint Committee on Ways and Means

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To: Natural Resources Subcommittee

From: Matt Stayner, Legislative Fiscal Office

Date: June 15, 2021

Subject: SB 5545 – Water Resources Department
Work Session Recommendations

Water Resources Department – Agency Totals

	2017-19 Actual	2019-21 Legislatively Approved	2021-23 Current Service Level	2021-23 LFO Recommended
General Fund	33,084,577	35,217,838	39,873,994	49,810,869
Lottery Funds	3,953,965	7,563,194	13,470,490	13,470,490
Other Funds	19,559,551	100,263,082	73,956,617	29,797,701
Federal Funds	641,406	1,148,011	725,000	725,000
Total Funds	57,239,499	144,192,125	128,026,101	93,804,060
Positions	170	178	176	194
FTE	166.43	172.67	171.51	185.42

SB 5545 is the budget bill for the Oregon Water Resources Department. The recommended budget for the agency decreases by \$34.2 million, all funds from the current service level. This reduction is primarily due to the elimination of expenditure limitation totaling \$43.0 million Other Funds for bond proceeds from bond sales in the 2019-21 biennium that were not completed. Setting aside that reduction, the budget for the agency increases by \$8,777,959 or 6.85% from the current service level.

Significant investments in capacity and funding were made as part of a legislative water investment package. These include additional staffing and funding for the Dam Safety program, regional field staff, and groundwater study teams. Investments are included to address the agency's information technology capacity, to address complex basin issues throughout the state, including the Willamette and Deschutes Basins, and to address groundwater mitigation strategies in the Harney Basin.

A \$1.5 million investment to specifically address equitable water access and indigenous energy resiliency is also included.

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.

Performance Measures

See attached “Legislatively Proposed 2021-23 Key Performance Measures.”

Recommended Changes

LFO recommends a budget of \$49,810,869 General Fund, \$13,470,490 Lottery Funds, \$29,797,701 Other Funds, \$725,000 Federal Funds and 194 positions (185.42 FTE), which is reflected in the -1 amendment.

Final Subcommittee Action

LFO recommends that SB 5545, as amended by the -1 amendment, be moved to the Ways and Means Full Committee.

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)
2019-21 Agy. Leg. Adopted	36,722,794	7,566,502	99,151,093	875,519	-	-	144,315,908	177	171.79
2019-21 Ebds, SS & Admin Act	(1,504,956)	(3,308)	1,111,989	272,492	-	-	(123,783)	1	0.88
Ways & Means Actions	-	-	-	-	-	-	-	-	-
2019-21 Leg Approved Budget	35,217,838	7,563,194	100,263,082	1,148,011	-	-	144,192,125	178	172.67
2019-21 Leg Approved Budget (Base)	36,722,794	7,566,502	99,151,093	875,519	-	-	144,315,908	177	171.79
Summary of Base Adjustments	2,404,635	5,903,988	1,036,951	39,187	-	-	9,384,761	(1)	(0.28)
2021-23 Base Budget	39,127,429	13,470,490	100,188,044	914,706	-	-	153,700,669	176	171.51
010: Non-PICS Pers Svc/Vacancy Factor	295,161	-	77,888	(14,563)	-	-	358,486	-	-
020: Phase In / Out Pgm & One-time Cost	(550,000)	-	(26,512,931)	-	-	-	(27,062,931)	-	-
030: Inflation & Price List Adjustments	1,001,404	-	26,527	1,946	-	-	1,029,877	-	-
050: Fundshifts and Revenue Reductions	-	-	177,089	(177,089)	-	-	-	-	-
2021-23 Current Service Level	39,873,994	13,470,490	73,956,617	725,000	-	-	128,026,101	176	171.51
070: Revenue Reductions/Shortfall	-	-	(1,688,993)	-	-	-	(1,688,993)	(8)	(8.83)
080: E-Boards	215,000	-	-	-	-	-	215,000	-	-
Adjusted 2021-23 Current Service Level	40,088,994	13,470,490	72,267,624	725,000	-	-	126,552,108	168	162.68
Total LFO Recommended Packages	9,721,875	-	(42,469,923)	-	-	-	(32,748,048)	26	22.74
2021-23 Legislative Actions	49,810,869	13,470,490	29,797,701	725,000	-	-	93,804,060	194	185.42
Net change from 2019-21 Leg Approved Budget	14,593,031	5,907,296	(70,465,381)	(423,011)	-	-	(50,388,065)	16	12.75
Percent change from 2019-21 Leg Approved Budget	41.4%	78.1%	(70.3%)	(36.9%)	0.0%	0.0%	(35.0%)	9.0%	7.4%
Net change from 2021-23 Adj Current Service Level	9,721,875	-	(42,469,923)	-	-	-	(32,748,048)	26	22.74
Percent change from 2021-23 Adj Current Service Level	24.3%	0.0%	(58.8%)	0.0%	0.0%	0.0%	(25.9%)	15.5%	14.0%

	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
2019-21 Agy. Leg. Adopted	5,554,715	7,566,502	87,126,857	25,000	-	-	100,273,074	13	12.50
2019-21 Ebds, SS & Admin Act	(384,633)	(3,308)	44,068	2,161	-	-	(341,712)	-	-
Ways & Means Actions	-	-	-	-	-	-	-	-	-
2019-21 Leg Approved Budget	5,170,082	7,563,194	87,170,925	27,161	-	-	99,931,362	13	12.50
2019-21 Leg Approved Budget (Base)	8,454,963	7,566,502	87,702,232	25,000	-	-	103,748,697	27	26.38
Summary of Base Adjustments	455,006	5,903,988	137,143	-	-	-	6,496,137	-	0.12
2021-23 Base Budget	8,909,969	13,470,490	87,839,375	25,000	-	-	110,244,834	27	26.50
010: Non-PICS Pers Svc/Vacancy Factor	44,603	-	(1,533)	-	-	-	43,070	-	-
020: Phase In / Out Pgm & One-time Cost	(550,000)	-	(26,249,646)	-	-	-	(26,799,646)	-	-
030: Inflation & Price List Adjustments	604,808	-	3,421	-	-	-	608,229	-	-
060: Technical Adjustments	(670,975)	-	(59,668,000)	-	-	-	(60,338,975)	-	-
2021-23 Current Service Level	8,338,405	13,470,490	1,923,617	25,000	-	-	23,757,512	27	26.50
080: E-Boards	215,000	-	-	-	-	-	215,000	-	-
Adjusted 2021-23 Current Service Level	8,553,405	13,470,490	1,923,617	25,000	-	-	23,972,512	27	26.50
Total LFO Recommended Packages	863,750	-	-	-	-	-	863,750	4	3.52
2021-23 Legislative Actions	9,417,155	13,470,490	1,923,617	25,000	-	-	24,836,262	31	30.02
Net change from 2019-21 Leg Approved Budget	4,247,073	5,907,296	(85,247,308)	(2,161)	-	-	(75,095,100)	18	17.52
Percent change from 2019-21 Leg Approved Budget	82.2%	78.1%	(97.8%)	(8.0%)	0.0%	0.0%	(75.2%)	138.5%	140.2%
Net change from 2021-23 Adj Current Service Level	863,750	-	-	-	-	-	863,750	4	3.52
Percent change from 2021-23 Adj Current Service Level	10.1%	0.0%	0.0%	0.0%	0.0%	0.0%	3.6%	14.8%	13.3%

	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 087 August 2020 Special Session

Package Description This package carries forward decisions that were made during the August 2020 special legislative session. In the Administrative Services program. An increase of \$215,000 General Fund is included for the biennial costs associated with moving certain information technology hardware and services to the state data center.

LFO Recommendation Approve the package

LFO Recommended	215,000	-	-	-	-	-	215,000	-	-
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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 099 Microsoft 365 Consolidation

Package Description This package reduces individual line-item expenditure authority related to the licensing of Microsoft 365. Those licenses have been consolidated at the Department of Administrative Services and are included in the agency's budget as a component of the state government service charges assessed to the agency by the Department of Administrative Services.

LFO Recommendation Approve the package

LFO Recommended	(124,856)	-	-	-	-	-	(124,856)	-	-
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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 101 Protecting Public Safety and Water Supplies

Package Description This package in the Administrative Services program authorizes the establishment of a Training and Safety Coordinator position (0.88 FTE) to develop and implement a general agency safety program that will be applied agency wide. The position cost for the 2021-23 biennium is \$169,825 General Fund. This package is included as part of the legislative water investment package.

LFO Recommendation Approve the request

LFO Recommended	169,825	-	-	-	-	-	169,825	1	0.88
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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 102 Strategic Modernization of IT Systems and Tools

Package Description This package expands the information technology capacity of the agency by adding a systems analyst position (0.88 FTE), a database administrator position (0.88 FTE), and a records officer/coordinator position (0.88 FTE) at a cost of 593,781 in the 2021-23 biennium. The package also increases funding by \$225,000 for state data center charges. The funding and positions will be used for the development of electronic records tools and process, migration of paper records to electronic, and support for systems moved to the state data center. This package is included as part of the legislative water investment package.

LFO Recommendation Approve the package

LFO Recommended	818,781	-	-	-	-	-	818,781	3	2.64
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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)
2019-21 Agy. Leg. Adopted	11,616,792	-	3,062,297	206,974	-	-	14,886,063	61	58.71
2019-21 Ebds, SS & Admin Act	(836,555)	-	668,054	9,847	-	-	(158,654)	-	-
Ways & Means Actions	-	-	-	-	-	-	-	-	-
2019-21 Leg Approved Budget	10,780,237	-	3,730,351	216,821	-	-	14,727,409	61	58.71
2019-21 Leg Approved Budget (Base)	11,616,792	-	3,062,297	206,974	-	-	14,886,063	61	58.71
Summary of Base Adjustments	1,145,838	-	169,523	18,955	-	-	1,334,316	-	-
2021-23 Base Budget	12,762,630	-	3,231,820	225,929	-	-	16,220,379	61	58.71
010: Non-PICS Pers Svc/Vacancy Factor	105,314	-	24,691	(15,542)	-	-	114,463	-	-
020: Phase In / Out Pgm & One-time Cost	-	-	(234,685)	-	-	-	(234,685)	-	-
030: Inflation & Price List Adjustments	92,278	-	9,765	252	-	-	102,295	-	-
050: Fundshifts and Revenue Reductions	-	-	210,639	(210,639)	-	-	-	-	-
060: Technical Adjustments	181,332	-	(87,000)	75,000	-	-	169,332	-	-
2021-23 Current Service Level	13,141,554	-	3,155,230	75,000	-	-	16,371,784	61	58.71
Adjusted 2021-23 Current Service Level	13,141,554	-	3,155,230	75,000	-	-	16,371,784	61	58.71
Total LFO Recommended Packages	3,582,065	-	3,118	-	-	-	3,585,183	7	6.16
2021-23 Legislative Actions	16,723,619	-	3,158,348	75,000	-	-	19,956,967	68	64.87
Net change from 2019-21 Leg Approved Budget	5,943,382	-	(572,003)	(141,821)	-	-	5,229,558	7	6.16
Percent change from 2019-21 Leg Approved Budget	55.1%	0.0%	(15.3%)	(65.4%)	0.0%	0.0%	35.5%	11.5%	10.5%
Net change from 2021-23 Adj Current Service Level	3,582,065	-	3,118	-	-	-	3,585,183	7	6.16
Percent change from 2021-23 Adj Current Service Level	27.3%	0.0%	0.1%	0.0%	0.0%	0.0%	21.9%	11.5%	10.5%

	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 The package makes one-time investments in two Racial Justice Council recommendations; \$1,000,000 General Fund for equitable water access and \$500,000 General Fund for Indigenous energy resiliency. both of these items came from recommendations by the Racial Justice Council. Investments focus on exploring water needs of Black, Indigenous, Tribal, rural and communities of color, addressing Indigenous treaty water rights, water scarcity, hydropower, and ecosystem services.

LFO Recommendation Approve the package

LFO Recommended	1,500,000	-	-	-	-	-	1,500,000	-	-
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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 109 Timely Water Management and Distribution

Package Description This package establishes five new Assistant Watermaster positions (4.40 FTE), and a Deputy Division Manager position (0.88 FTE) for the Field Services division at a cost of \$1,297,064 General Fund and \$3,118 Other Funds in the 2021-23 biennium. Additionally, \$78,394 General Fund is added to accommodate the upward reclassification of eight existing positions. The assistant watermaster positions will be allocated one for each water region in the state. This package is included as part of the legislative water investment package.

LFO Recommendation Approve the package

LFO Recommended	1,375,458	-	3,118	-	-	-	1,378,576	6	5.28
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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 112 Harney Conservation Reserve Enhancement Program

Package Description This package provides a General Fund appropriation of \$706,607 and authorizes the establishment of a Field Hydrologist position (0.88 FTE). The package will support the implementation of a Conservation Reserve Enhancement Program that will provide incentives for voluntary non-use of groundwater either on a temporary or permanent basis. The program will work within the federal Conservation Reserve Program that is a federally funded voluntary program that provides payments to agricultural producers to provide specific conservation benefits. The associated position costs are \$206,607. Of the total funding, \$500,000 will be used to provide a 20% state cost share for the enrollment of private lands in the Harney Basin in the program. Federal payments will be made directly to program participants. This package is included as part of the legislative water investment package.

LFO Recommendation Approve the package

LFO Recommended	706,607	-	-	-	-	-	706,607	1	0.88
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LFO102 - Work Session Presentation Report
2021-23 Biennium

Version: L - 01 - LFO Analyst Recommended
Cross Reference: 69000-010-04-00-00000

Technical Services

	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
2019-21 Agy. Leg. Adopted	10,694,406	-	4,105,373	594,071	-	-	15,393,850	51	50.28
2019-21 Ebds, SS & Admin Act	(712,677)	-	135,572	259,958	-	-	(317,147)	1	0.88
Ways & Means Actions	-	-	-	-	-	-	-	-	-
2019-21 Leg Approved Budget	9,981,729	-	4,240,945	854,029	-	-	15,076,703	52	51.16
2019-21 Leg Approved Budget (Base)	7,794,158	-	3,529,998	594,071	-	-	11,918,227	37	36.40
Summary of Base Adjustments	1,840,877	-	365,308	19,706	-	-	2,225,891	5	4.73
2021-23 Base Budget	9,635,035	-	3,895,306	613,777	-	-	14,144,118	42	41.13
010: Non-PICS Pers Svc/Vacancy Factor	148,469	-	34,062	979	-	-	183,510	-	-
020: Phase In / Out Pgm & One-time Cost	-	-	(28,600)	-	-	-	(28,600)	-	-
030: Inflation & Price List Adjustments	112,691	-	6,242	1,694	-	-	120,627	-	-
050: Fundshifts and Revenue Reductions	-	-	(33,550)	33,550	-	-	-	-	-
060: Technical Adjustments	524,818	-	59,744,427	(75,000)	-	-	60,194,245	-	-
2021-23 Current Service Level	10,421,013	-	63,617,887	575,000	-	-	74,613,900	42	41.13
Adjusted 2021-23 Current Service Level	10,421,013	-	63,617,887	575,000	-	-	74,613,900	42	41.13
Total LFO Recommended Packages	3,522,124	-	(42,959,333)	-	-	-	(39,437,209)	9	7.92
2021-23 Legislative Actions	13,943,137	-	20,658,554	575,000	-	-	35,176,691	51	49.05
Net change from 2019-21 Leg Approved Budget	3,961,408	-	16,417,609	(279,029)	-	-	20,099,988	(1)	(2.11)
Percent change from 2019-21 Leg Approved Budget	39.7%	0.0%	387.1%	(32.7%)	0.0%	0.0%	133.3%	(1.9%)	(4.1%)
Net change from 2021-23 Adj Current Service Level	3,522,124	-	(42,959,333)	-	-	-	(39,437,209)	9	7.92
Percent change from 2021-23 Adj Current Service Level	33.8%	0.0%	(67.5%)	0.0%	0.0%	0.0%	(52.9%)	21.4%	19.3%

Technical 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 101 Protecting Public Safety and Water Supplies

Package Description This package in the Technical Services program authorizes the establishment of two professional engineer positions (1.76 FTE) at a cost of \$520,654 General Fund in the 2021-23 biennium. Additionally a one-time investment of \$1.0 million General Fund is made for contracted professional engineering services. The additional staffing and contracted services would be used to do ongoing analyses of seismic, flood, internal erosion, and other safety risks, and prioritization of dam repair and funding. This package is included as part of the legislative water investment package.

LFO Recommendation Approve the request

LFO Recommended	1,520,654	-	-	-	-	-	1,520,654	2	1.76
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Technical 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 104 Maintain Water Right & Dam Safety Services

Package Description This package recognizes revenues that are anticipated from changes in fees that are authorized by HB 2142 (2021). For the Technical Services Division this package increases Other Fund expenditure limitation by \$40,667 to maintain engineering expertise in the dam safety program. This is a restoration of expenditures eliminated through package 070. This package is included as part of the legislative water investment package.

LFO Recommendation Approve the package

LFO Recommended	-	-	40,667	-	-	-	40,667	-	-
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Technical 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 110 Foundational Data for Groundwater Studies

Package Description This package authorizes the establishment of seven permanent positions (6.16 FTE) to expand the agency's capacity for the development and evaluation of groundwater basin studies in cooperation with the U.S. Geological Society and the Oregon Department of Geology and Mineral Industries. The package provides \$1,401,470 General Fund for these position costs in the 2021-23 biennium. This added capacity will allow the agency to produce a groundwater budget for each basin in Oregon and expands baseline water level and water use data collection. This package continues and expands upon the investments that were made for this same purpose in the prior biennium to conduct the studies. The package also includes a one-time investment of \$600,000 General Fund for professional services contracting related to the studies. This package is included as part of the legislative water investment package.

LFO Recommendation Approve the package

LFO Recommended	2,001,470	-	-	-	-	-	2,001,470	7	6.16
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Technical 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 801 LFO Analyst Adjustments

Package Description This package includes a single adjustment that decreases expenditure limitation by \$43.0 million Other Funds to remove expenditure limitation that was carried-forward into the current service level for the 2021-23 biennium that is associated with bonds that were not issued in the 2019-21 biennium.

LFO Recommendation Approve the package

LFO Recommended	-	-	(43,000,000)	-	-	-	(43,000,000)	-	-
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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)
2019-21 Agy. Leg. Adopted	3,921,241	-	4,803,532	24,474	-	-	8,749,247	38	37.17
2019-21 Ebds, SS & Admin Act	(190,629)	-	264,295	526	-	-	74,192	-	-
Ways & Means Actions	-	-	-	-	-	-	-	-	-
2019-21 Leg Approved Budget	3,730,612	-	5,067,827	25,000	-	-	8,823,439	38	37.17
2019-21 Leg Approved Budget (Base)	3,921,241	-	4,803,532	24,474	-	-	8,749,247	38	37.17
Summary of Base Adjustments	342,376	-	364,977	526	-	-	707,879	-	-
2021-23 Base Budget	4,263,617	-	5,168,509	25,000	-	-	9,457,126	38	37.17
010: Non-PICS Pers Svc/Vacancy Factor	32,474	-	20,668	-	-	-	53,142	-	-
030: Inflation & Price List Adjustments	61,228	-	7,099	-	-	-	68,327	-	-
060: Technical Adjustments	(1,555)	-	50,000	-	-	-	48,445	-	-
2021-23 Current Service Level	4,355,764	-	5,246,276	25,000	-	-	9,627,040	38	37.17
070: Revenue Reductions/Shortfall	-	-	(1,688,993)	-	-	-	(1,688,993)	(8)	(8.83)
Adjusted 2021-23 Current Service Level	4,355,764	-	3,557,283	25,000	-	-	7,938,047	30	28.34
Total LFO Recommended Packages	-	-	486,292	-	-	-	486,292	3	2.50
2021-23 Legislative Actions	4,355,764	-	4,043,575	25,000	-	-	8,424,339	33	30.84
Net change from 2019-21 Leg Approved Budget	625,152	-	(1,024,252)	-	-	-	(399,100)	(5)	(6.33)
Percent change from 2019-21 Leg Approved Budget	16.8%	0.0%	(20.2%)	0.0%	0.0%	0.0%	(4.5%)	(13.2%)	(17.0%)
Net change from 2021-23 Adj Current Service Level	-	-	486,292	-	-	-	486,292	3	2.50
Percent change from 2021-23 Adj Current Service Level	0.0%	0.0%	13.7%	0.0%	0.0%	0.0%	6.1%	10.0%	8.8%

	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 070 Revenue Shortfalls

Package Description This package reduces expenditure limitation by \$1,688,993 and eliminates eight positions (8.83 FTE) due to a revenue shortfall in Water Right fees. Changes in fees contemplated in HB 2142 produce sufficient revenues to partially restore these reductions. Those restorations are included in POP 104.

LFO Recommendation Approve the package

LFO Recommended	-	-	(1,688,993)	-	-	-	(1,688,993)	(8)	(8.83)
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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 104 Maintain Water Right & Dam Safety Services

Package Description This package recognizes revenues that are anticipated from changes in fees that are authorized by HB 2142 (2021). Those revenues allow for the reestablishment of a transfer application specialist position (1.00 FTE), a water rights analyst position (1.00 FTE), and a water right application caseworker position (0.50 FTE) at a cost of \$486,292 Other Funds. These positions were eliminated in policy package 070 due to a shortfall in projected revenues. This package is included as part of the legislative water investment package.

LFO Recommendation Approve the package

LFO Recommended	-	-	486,292	-	-	-	486,292	3	2.50
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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 105 Maintain Hydroelectric Services at Agencies

Package Description This package recognizes fee revenues provided by the increase in hydroelectric project fees included in HB 2143 (2021). There are no additional expenditures recognized in the Water Resources Budget from these revenues, however 25% of the associated revenues are transferred to the Oregon Department of Fish and Wildlife and 66% of the associated revenues are transferred to the Department of Environmental Quality. This package is included as part of the legislative water investment package.

LFO Recommendation Approve the package

LFO Recommended	-	-	-	-	-	-	-	-	-
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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)
2019-21 Agy. Leg. Adopted	4,935,640	-	53,034	25,000	-	-	5,013,674	14	13.13
2019-21 Ebds, SS & Admin Act	619,538	-	-	-	-	-	619,538	-	-
Ways & Means Actions	-	-	-	-	-	-	-	-	-
2019-21 Leg Approved Budget	5,555,178	-	53,034	25,000	-	-	5,633,212	14	13.13
2019-21 Leg Approved Budget (Base)	4,935,640	-	53,034	25,000	-	-	5,013,674	14	13.13
Summary of Base Adjustments	(1,379,462)	-	-	-	-	-	(1,379,462)	(6)	(5.13)
2021-23 Base Budget	3,556,178	-	53,034	25,000	-	-	3,634,212	8	8.00
010: Non-PICS Pers Svc/Vacancy Factor	(35,699)	-	-	-	-	-	(35,699)	-	-
030: Inflation & Price List Adjustments	130,399	-	-	-	-	-	130,399	-	-
060: Technical Adjustments	(33,620)	-	(39,427)	-	-	-	(73,047)	-	-
2021-23 Current Service Level	3,617,258	-	13,607	25,000	-	-	3,655,865	8	8.00
Adjusted 2021-23 Current Service Level	3,617,258	-	13,607	25,000	-	-	3,655,865	8	8.00
Total LFO Recommended Packages	1,753,936	-	-	-	-	-	1,753,936	3	2.64
2021-23 Legislative Actions	5,371,194	-	13,607	25,000	-	-	5,409,801	11	10.64
Net change from 2019-21 Leg Approved Budget	(183,984)	-	(39,427)	-	-	-	(223,411)	(3)	(2.49)
Percent change from 2019-21 Leg Approved Budget	(3.3%)	0.0%	(74.3%)	0.0%	0.0%	0.0%	(4.0%)	(21.4%)	(19.0%)
Net change from 2021-23 Adj Current Service Level	1,753,936	-	-	-	-	-	1,753,936	3	2.64
Percent change from 2021-23 Adj Current Service Level	48.5%	0.0%	0.0%	0.0%	0.0%	0.0%	48.0%	37.5%	33.0%

	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 101 Protecting Public Safety and Water Supplies

Package Description This package in Director's Office program authorizes a Public Information Coordinator position (0.88 FTE) to provide external and internal communications on water supply and safety issues. This position would provide coordination, planning and outreach on earthquakes, drought, floods, climate change, and dam failures to better prepare for these risks. The position cost for the 2021-23 biennium is \$210,706 General Fund. This package is included as part of the legislative water investment package.

LFO Recommendation Approve the request

LFO Recommended	210,706	-	-	-	-	-	210,706	1	0.88
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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 103 Fund Legal Expenses

Package Description For the past few biennia, the agency's legal costs have exceeded the agency's current service level budget for these expenditures. This package makes an ongoing adjustment to the agency's budget by increasing support for legal costs by \$800,000 General Fund. This package is included as part of the legislative water investment package.

LFO Recommendation Approve the package

LFO Recommended	800,000	-	-	-	-	-	800,000	-	-
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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 111 Complex Water Issues: Deschutes & Other Basins

Package Description This package works in conjunction with POP 113 to support to work on complex water basin issues and help implement agency priorities in priority water basins. This includes but is not limited to the complex issues in the Deschutes and Willamette River basins and other water basins determined by the department. The package includes the establishment of a communications and policy development position (0.88 FTE) in the Director's office at a cost of \$422,190 General Fund. The package also provides \$200,000 General Fund of professional contracting capacity for facilitators to resolve issues with stakeholders. This package is included as part of the legislative water investment package.

LFO Recommendation Approve the package

LFO Recommended	422,190	-	-	-	-	-	422,190	1	0.88
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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 113 Willamette Basin Reallocation Pre-Implementation

Package Description This package works in conjunction with POP 111 to support to work on complex water basin issues and help implement agency priorities in priority water basins. This includes but is not limited to the complex issues in the Deschutes and Willamette River basins and other water basins determined by the department. The package includes the establishment of a Willamette Basin Coordinator position (0.88 FTE) in the Director's office at a cost of \$221,040 General Fund. The package also provides \$100,000 General Fund of professional contracting capacity for facilitation services. The funding in the package will allow the agency to begin the work required to implement proposed changes in water rights held by the U.S. Army Corps of Engineers for water held in 13 reservoirs in the Willamette River Basin. This package is included as part of the legislative water investment package.

LFO Recommendation Approve the package

LFO Recommended	321,040	-	-	-	-	-	321,040	1	0.88
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Legislatively Proposed 2021 - 2023 Key Performance Measures

Published: 6/9/2021 3:53:00 PM

Agency: Water Resources Department

Mission Statement:

To serve the public by practicing and promoting responsible water management.

Legislatively Proposed KPMs	Metrics	Agency Request	Last Reported Result	Target 2022	Target 2023
1. FLOW RESTORATION - Percent of watersheds that need flow restoration for fish that had a significant quantity of water put instream through WRD administered programs.		Approved	24%	32%	32%
2. PROTECTION OF INSTREAM WATER RIGHTS - Ratio of regulatory orders issued to protect senior water rights when the senior water right is an instream right to all regulatory orders issued to protect senior water rights.		Approved	51%	50%	50%
3. MONITOR COMPLIANCE - Percent of total regulatory actions that found water right holders in compliance with water rights and regulations.		Approved	97%	99%	99%
4. STREAM FLOW GAGING - Percent change from 2001 in the number of WRD operated or assisted gauging stations.		Approved	16%	23%	25%
5. ASSESSING GROUND WATER RESOURCES - Percent change from 2001 in the number of wells routinely monitored to assess ground water resources.		Approved	6%	10%	10%
7. EQUIP CITIZENS WITH INFORMATION - Number of times water management related data was accessed through the WRD's Internet site.		Approved	3.98	4.30	4.50
8. NUMBER OF SIGNIFICANT DIVERSIONS WITH MEASUREMENT DEVICES INSTALLED - To fully implement the Water Resources Commission's 2000 Water Measurement Strategy		Approved	1,099	1,265	1,265
9. PROMOTE EFFICIENCY IN WATER MANAGEMENT AND CONSERVATION PLAN REVIEWS - Percent of water management and conservation plans that received a preliminary review within 90 days of plan submittal.		Approved	100%	100%	100%
10. PROMOTE EFFICIENCY IN WATER RIGHT APPLICATION PROCESSING - Percent of water right applications that receive an initial review within 45 days of application filing.		Approved	12%	55%	55%
11. PROMOTE EFFICIENCY IN TRANSFER APPLICATION PROCESSING - Percent of transfer final orders issued within 120 days of application filing.		Approved	19%	40%	40%
13. INCREASE WATER USE REPORTING - the percent of water users with an annual water-use reporting requirement that have submitted their reports to the Department.		Approved	81%	85%	85%
14. CUSTOMER SERVICE - Percent of customers rating their satisfaction with the agency's customer service as "good" or "excellent" in overall customer service, timeliness, accuracy, helpfulness, expertise, and availability of information.	Timeliness	Approved	52%	90%	90%
	Expertise		73%	90%	90%
	Helpfulness		84%	90%	90%
	Accuracy		81%	90%	90%
	Availability of Information		68%	90%	90%
	Overall		68%	90%	90%

LFO Recommendation:

The Legislative Fiscal Office recommends approval of the key performance measures and targets as presented.

SubCommittee Action: