

HB 5010 A BUDGET REPORT and MEASURE SUMMARY

Carrier: Sen. Taylor

Joint Committee On Ways and Means

Action Date: 03/19/21

Action: Do pass the A-Eng bill.

Senate Vote

Yeas: 11 - Anderson, Frederick, Girod, Golden, Gorsek, Johnson, Knopp, Lieber, Steiner Hayward, Taylor, Thomsen

Exc: 1 - Hansell

House Vote

Yeas: 11 - Bynum, Drazan, Gomberg, Leif, McLain, Nosse, Rayfield, Sanchez, Smith G, Sollman, Stark

Prepared By: Renee Klein, Department of Administrative Services

Reviewed By: John Terpening, Legislative Fiscal Office

Department of Geology and Mineral Industries

2021-23

Budget Summary*

	2019-21 Legislatively Approved Budget ⁽¹⁾	2021-23 Current Service Level	2021-23 Committee Recommendation	Committee Change from 2017-19 Leg. Approved	
				\$ Change	% Change
General Fund	\$ 5,424,733	\$ 5,945,144	\$ 5,986,843	\$ 562,110	10.4%
Other Funds Limited	\$ 6,416,063	\$ 6,349,951	\$ 6,869,336	\$ 453,273	7.1%
Federal Funds Limited	\$ 5,808,958	\$ 6,308,753	\$ 5,927,333	\$ 118,375	2.0%
Total	\$ 17,649,754	\$ 18,603,848	\$ 18,783,512	\$ 1,133,758	6.4%

Position Summary

Authorized Positions	41	39	35	-6
Full-time Equivalent (FTE) positions	39.33	38.92	34.67	-4.66

⁽¹⁾ Includes adjustments through January 2021

* Excludes Capital Construction expenditures

Summary of Revenue Changes

The Department of Geology and Mineral Industries (DOGAMI) is supported by General Fund, Other Funds, and Federal Funds. General Fund and is used within the Geological Survey and Services (GS&S) program for most of the Department’s administration and some program services. Other Funds and Federal Funds revenue is generated from contracts and grants, with some federal grants requiring state matching funds. Within the Mined Land Regulation and Reclamation (MLRR) program, Other Funds is received from metal and aggregate mining fees, as well as gas and oil fees. The MLRR program is funded solely with Other Funds.

Summary of Natural Resources Subcommittee Action

DOGAMI’s mission is to provide earth science information and regulation to make Oregon safe and prosperous. DOGAMI plays a key role in increasing understanding of Oregon’s geologic resources and hazards through science and stewardship. The Department has two primary programs: the Geologic Survey and Services (GS&S) program and the Mined Land Regulation and Reclamation (MLRR) program. The Subcommittee recommended a total funds budget of \$18,783,512 and 35 positions (34.67 FTE).

Geologic Survey and Services

The GS&S program develops maps, reports, and data to help Oregon manage natural resources and prepare for natural hazards. The program includes studying natural hazards, such as earthquakes, tsunamis, landslides, floods, and coastal erosion to assess community vulnerability and identify ways to mitigate risk. In addition, the program performs geologic mapping to support healthy ecosystems and guide rural and urban development. The program also includes administrative staff supporting activities of the entire agency. The Subcommittee recommended a total funds budget of \$14,562,457 and 23 positions (22.62 FTE). The Subcommittee approved the following packages:

Package 083, June 2020 E-Board. The second-year budget for 2019-21 was provided at the June 2020 meeting of the Emergency Board. Most of the second-year budget was phased-in to the 2021-23 Current Service Level, however, there has been some realignment between categories to better reflect actual expenditures and some budget categories did not receive the appropriate inflationary factors due to the budget being phased-in. This package has been included to more accurately define a modified Current Service Level based on the 2019-21 budget. The adjustment includes an increase of \$43,931 General Fund, \$2,848 Other Funds, and \$908 Federal Funds and an increase of 0.10 FTE to move a portion of a position from the MLRR program to the GS&S program to properly align FTE.

Package 801, LFO Analyst Adjustments. This package eliminates five vacant positions (5.00 FTE) within the Geologic Survey program and utilizes the General Fund from those positions to adjust the budgeted fund-split for existing filled positions within the program. By redistributing the General Fund to existing positions within Personal Services, the agency's science program will have a more stable revenue source for certain positions, reducing the funding imbalance caused by over-reliance on grants and projects. While this does not fully fund positions with General Fund, it will allow the program more flexibility to pursue appropriate projects and grants going forward. Specifically, this package modifies the Natural Resource Specialist (NRS) 4 positions within the program, who are generally the subject matter experts and project leads, to 70 percent General Fund, with the remaining 30 percent funded through either Other Funds or Federal Funds, depending on the position. This package also modifies the NRS 3 and NRS 2 positions within the program to 25 percent General Fund, with the remaining 75 percent a combination of Other Funds or Federal Funds. This package does not alter the source of funds between Other Funds or Federal Funds currently associated with the positions. Finally, this package includes redistributing the existing LIDAR Coordinator NRS 4 position to 70 percent General Fund, which will allow the Department to continue to pursue LIDAR partnerships through the Oregon LIDAR Consortium.

The five vacant positions being eliminated include two NRS 4s, two NRS 3s and an Office Specialist 2, which have been held vacant due to lack of available funding. The fund shifts result in a reduction of \$2,232 General Fund, \$249,846 Other Funds, and \$382,328 Federal Funds. These variances are the net changes in totals created by eliminating the five positions and redistribution of the General Fund to other positions as described.

Mined Land Regulation and Reclamation

The MLRR program oversees the state's mineral production and works to minimize impacts of mineral resource extraction and to maximize the opportunities for land reclamation. This program is funded with Other Funds revenues primarily from metal and aggregate mining fees. The Subcommittee approved the following Budget Note:

Budget Note

The Department of Geology and Mineral Industries and its stakeholders have expressed interest in the development of an online permitting platform to improve efficiencies in the Mined Land Regulation and Reclamation program. Prior to the Department pursuing an independent IT project, the Department is directed to explore options to potentially utilize the Department of Environmental Quality's Environmental Data Management System for the purposes of providing online permitting. The two agencies should provide a report to the Legislative Fiscal Office and

Department of Administrative Services Chief Financial Office by October 2021 on the feasibility and potential costs around this proposal.

The Subcommittee recommended a total funds budget of \$4,221,055 and 12 positions (12.05 FTE) and includes the following packages:

Package 083, June 2020 E-Board. The second-year budget for 2019-21 was provided at the June 2020 meeting of the Emergency Board. Most of the second-year budget was phased-in to the 2021-23 Current Service Level, however, there has been some realignment between categories to better reflect expenditures and some budget categories did not receive the appropriate inflationary factors due to the budget being phased-in. This package has been included to more accurately define a modified Current Service Level based on the 2019-21 budget. The adjustment includes an increase of \$762,610 Other Funds and a reduction of 0.10 FTE to move a portion of a position from the MLRR program to the GS&S program to properly align FTE.

Package 102, Position Alignment. This package includes an increase of \$3,773 Other Funds for reclassification of an existing Information Systems Specialist 4 position within the program to an Information Systems Specialist 5. The position has been in work out of class status for over a year. This will better align the budget to actual expenditures and work performed.

Package 801, LFO Analyst Adjustments. This package includes the continuation of a Limited Duration Natural Resource Specialist 4 position (0.75 FTE) initially approved at the December 2020 meeting of the Emergency Board. This position acts as the Chemical Process Mining Coordinator for the ongoing Grassy Mountain mining project and position costs are funded through reimbursement from the mining company. This package does not include additional Other Funds limitation as the program's Current Service Level budget included funding for the utilization of contractors for this work. To account for the increase in position costs, \$177,861 Other Funds is being shifted from Services and Supplies to Personal Services.

Summary of Performance Measure Action

See attached "Legislatively Approved 2021-23 Key Performance Measures."

DETAIL OF JOINT COMMITTEE ON WAYS AND MEANS ACTION

Department of Geology and Mineral Industries
 Renee Klein -- 971-283-1841

DESCRIPTION	GENERAL FUND	LOTTERY FUNDS	OTHER FUNDS		FEDERAL FUNDS		TOTAL ALL FUNDS	POS	FTE
			LIMITED	NONLIMITED	LIMITED	NONLIMITED			
2019-21 Legislatively Approved Budget at January 2021 *	\$ 5,424,733	\$ -	\$ 6,416,063	\$ -	\$ 5,808,958	\$ -	17,649,754	41	39.33
2021-23 Current Service Level (CSL)*	\$ 5,945,144	\$ -	\$ 6,349,951	\$ -	\$ 6,308,753	\$ -	18,603,848	39	38.92
SUBCOMMITTEE ADJUSTMENTS (from CSL)									
SCR 010 - Geology Survey									
Package 083: June 2020 E-Board									
Personal Services	\$ 21,059	\$ -	\$ -	\$ -	\$ -	\$ -	21,059	0	0.10
Services and Supplies	\$ 22,872	\$ -	\$ 2,848	\$ -	\$ 908	\$ -	26,628		
Package 801: LFO Analyst Adjustments									
Personal Services	\$ (2,232)	\$ -	\$ (249,846)	\$ -	\$ (382,328)	\$ -	(634,406)	-5	-5.00
SCR 020 - Mined Land Reclamation									
Package 083: June 2020 E-Board									
Personal Services	\$ -	\$ -	\$ (33,406)	\$ -	\$ -	\$ -	(33,406)	0	-0.10
Services and Supplies	\$ -	\$ -	\$ 796,016	\$ -	\$ -	\$ -	796,016		
Package 102: Position Alignment									
Personal Services	\$ -	\$ -	\$ 3,773	\$ -	\$ -	\$ -	3,773	0	0.00
Package 801: LFO Analyst Adjustment									
Personal Services	\$ -	\$ -	\$ 177,861	\$ -	\$ -	\$ -	177,861	1	0.75
Services and Supplies	\$ -	\$ -	\$ (177,861)	\$ -	\$ -	\$ -	(177,861)		
TOTAL ADJUSTMENTS	\$ 41,699	\$ -	\$ 519,385	\$ -	\$ (381,420)	\$ -	179,664	-4	-4.25
SUBCOMMITTEE RECOMMENDATION *	\$ 5,986,843	\$ -	\$ 6,869,336	\$ -	\$ 5,927,333	\$ -	18,783,512	35	34.67
% Change from 2017-19 Leg Approved Budget	10.4%	0.0%	7.1%	0.0%	2.0%	0.0%	6.4%	-14.6%	-11.8%
% Change from 2019-21 Current Service Level	0.7%	0.0%	8.2%	0.0%	-6.0%	0.0%	1.0%	-10.3%	-10.9%

*Excludes Capital Construction Expenditures

Legislatively Approved 2021 - 2023 Key Performance Measures

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Agency: Geology & Mineral Industries, Department of

Mission Statement:

Provide earth science information and regulation to make Oregon safe and prosperous.

Legislatively Approved KPMs	Metrics	Agency Request	Last Reported Result	Target 2022	Target 2023
1. HAZARD AND RISK ASSESSMENT COMPLETION - Percent of population residing in Oregon Urban Growth Boundary Areas (UGBs) that have completed geologic hazard and risk assessments that are suitable to initiate Department of Land Conservation and Development goal 7 planning for earthquake, landslide, tsunami, coastal erosion, volcanic and flooding hazards.		Approved	56%	62%	67%
2. DETAILED GEOLOGIC MAP COMPLETION - Percent of Oregon where geologic data in the form of high resolution maps have been completed to be used for local problem solving.		Approved	62.70%	66%	67%
3. LIDAR DATA COMPLETION - Percent of Oregon (sq. miles) with lidar data at USGS quality level 2 or better.		Approved	53.28%	56%	58%
4. PERCENT OF MINE SITES INSPECTED BIENNIALLY - Percent of permitted mine sites inspected biennially.		Approved	11%	50%	50%
5. CUSTOMER SERVICE - Percent of customers rating their satisfaction with the agency's customer service as "good" or "excellent": overall customer service, timeliness, accuracy, helpfulness, expertise and availability of information.	Helpfulness	Approved	85%	95%	95%
	Overall		89%	95%	95%
	Accuracy		84%	95%	95%
	Expertise		86%	95%	95%
	Availability of Information		85%	95%	95%
	Timeliness		85%	95%	95%
6. GOVERNANCE - Percent of yes responses by Governing Board members to the set of best practices.		Approved	100%	100%	100%

LFO Recommendation:

The Legislative Fiscal Office recommends approval of the 2021-2023 Key Performance Measures and targets as proposed.

SubCommittee Action:

The Natural Resources Subcommittee approved the Key Performance Measures and targets.