

Legislative Fiscal Office

Oregon State Capitol
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Joint Committee on Ways and Means

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To: Education Subcommittee

From: Julie Neburka, Legislative Fiscal Office

Date: May 31, 2023

Subject: HB 5014 – Department of Education
Work Session Recommendations

Department of Education

Excludes State School Fund

	2019-21 Actual	2021-23 Legislatively Approved	2023-25 Current Service Level	2023-25 LFO Recommended
General Fund	1,006,203,868	1,264,559,621	695,497,917	688,437,129
Lottery Funds	692,867	--	3,481,660	3,481,660
Other Funds	938,426,207	2,591,395,343	1,808,457,772	2,547,109,265
Other Funds NL	117,440,572	137,133,538	164,071,224	164,071,224
Federal Funds	1,191,279,537	2,945,935,878	1,531,047,858	1,537,013,061
Federal Funds NL	387,658,453	662,827,488	540,463,419	540,463,419
Total Funds	3,641,701,504	7,601,851,868	4,743,019,850	5,480,575,758
Positions	697	896	555	595
FTE	650.35	811.54	538.68	571.01

The Oregon Department of Education (ODE) implements and carries out the state standards, rules, and requirements for elementary and secondary public schools as established by the State Board of Education and Oregon laws. The State Board of Education is a seven-member body appointed by the Governor and confirmed by the Senate. The Governor is the Superintendent of Public Instruction, and appoints a deputy superintendent to serve as the agency head for ODE. In addition to administering the State School Fund, the single largest revenue source to local school districts in the state, the Department is responsible for implementing state standards and requirements, guiding school improvement efforts, developing and implementing Oregon's statewide student assessment system, and reporting student performance. Responsibilities also extend to some public preschool programs, the Oregon School for the Deaf, regional programs for children with disabilities, education programs for youth in Oregon correctional facilities, and a variety of other federal and state education programs. ODE's activities are funded with a combination of General Fund, Lottery

funds, federal grants, corporate activity taxes and miscellaneous other funds, primarily from grants and fees.

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 HB 5014. (VOTE)

OR

Change LFO Recommendation:

MOTION: I move the LFO recommendation to HB 5014, with modifications. (VOTE)

Performance Measures

See attached “Legislatively Proposed 2023-25 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: School Funding Transparency

The Oregon Department of Education (ODE) collects and maintains a wide variety of data from local school districts, including revenue and expenditure budgets and audited actual annual revenues and expenditures. The Department is directed to research ways in which to make its school and district-level financial data publicly available on a web site in a searchable, user-friendly format. Users should be able to query and display school and district-level aggregated expenditures and revenues at varying levels of detail and in varying visual formats. The Department shall report to the Education Subcommittee of the

Joint Committee on Ways and Means during the 2024 legislative session on its research, including technologies reviewed and costs and timelines for implementation.

Additionally, on an annual basis, the Department of Education shall publish a written report on school district-level revenues and spending by each school district in Oregon. The report should display actual revenues and expenditures in a fiscal year compared with the school district's budgeted revenues and expenditures for that year, aggregated by function and by object, and including budgeted and unbudgeted ending fund balances. This written report shall be presented to the Joint Ways and Means subcommittee on education no later than February 28th of each year.

#2 Budget Note: YCEP/JDEP Funding Flexibility

In order to provide administrative flexibility to address fluctuating enrollment and costs between Youth Corrections Education Programs (YCEP) and Juvenile Detention Education Programs (JDEP) during a biennium, the Department is directed to account for YCEP and JDEP funding as a single program. To determine funding distributions between YCEP and JDEP providers and programs, the Department shall consider:

- The diversity of the population being served, including the number or percentage of youth from historically underserved populations
- The characteristics of the facility including the number of classrooms in use
- The number of students served in the program
- The percentage of students qualifying for special education services
- The level of transition support offered by the provider.

#3 Budget Note: Panic Alert System grants

For a grant program to purchase and install wireless panic alert systems in school buildings, \$2.5 million General Fund is appropriated to the Department on a one-time basis for the 2023-25 biennium. The Department may award one-time grants to school districts of up to \$2,000 per school building to assist with purchase and installation costs. From the \$2.5 million General Fund appropriation, the Department may spend up to \$350,000 for integration with the 9-1-1 emergency system.

#4 Budget Note: State School Fund system replacement

The Oregon Department of Education (ODE) administers the State School Fund (SSF), a \$10.2 billion line item in the 2023-25 budget, using information system technology that is far beyond its useful life. ODE has determined that this mission-critical system must be replaced and will create a major IT project to manage that effort. The Department is directed to use the joint State CIO/Legislative Fiscal Office (LFO) Stage Gate process to document the project's readiness to proceed and to work with DAS Enterprise Information Services to develop initiation and planning documents for a new State School Fund system. ODE is further directed to report back to the Legislature during the 2024 legislative session. The report shall, at minimum, include project status information on:

- Project governance, management, and staffing
- Project scope, schedule, and budget
- Current or planned procurements/contracts (at the time of the report)
- Legacy system & data conversion planning/activities
- Risks and challenges, and any proposed mitigations

- Independent quality management services findings, if available
- Any other information that would inform the legislature about the status of this project.

#5 Budget Note - Educator Advancement Council Key Performance Measures

The Educator Advancement Council is directed to develop at least one new key performance measure (KPM) on the outcomes of its Grow Your Own programs. This performance measure should provide data for decision-makers to use in evaluating the costs and benefits for each type of GYO program. The measure should, at a minimum:

- Identify the number of people who enroll in the program,
- Identify the demographics of people enrolled
- Identify the number of people who complete the program
- Identify the number of people who become licensed Oregon educators through the program, and the types of endorsements licensees achieve.

If the purpose of a Grow Your Own program is not to produce licensed educators, the program's intended outcome should be stated, and the number of enrollees, completers, and the number of people who achieve the intended outcome should be quantified.

The Educator Advancement Council and the Department of Education are directed to work with the Legislative Fiscal Office on the proposed key performance measure(s) during the 2023-25 legislative interim and complete development by June, 2024 in order to propose the new KPM(s) during the 2025-27 budget process.

#6 Budget Note - Educator Advancement Council report to the Legislature

The Educator Advancement Council (EAC) is directed to report to the legislature each biennium on the outcomes of its various grant programs. This report should include a description of each type of program funded by the EAC, the intended outcome from each funded program, the REN in which each program is funded, and the number of licensed educators and/or other quantifiable professional development outcomes produced by each program. The report should also detail the cost of the program, including its administrative costs, the cost per participant, and the cost per licensed educator produced by the program. This report is due to legislative committees on education and to the Joint Ways and Means subcommittee on education no later than February 15th of each odd-numbered year.

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 \$688,437,129 General Fund, \$3,481,660 Lottery Funds, \$2,547,109,265 Other Funds, \$1,537,013,061 Federal Funds and 595 positions (571.01 FTE), which is reflected in the –2 amendment.

MOTION: I move adoption of the –2 amendment to HB 5014. (VOTE)

Final Subcommittee Action

LFO recommends that HB 5014, as amended by the –2 amendment, be moved to the Ways and Means Full Committee.

MOTION: I move HB 5014, 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)
2021-23 Agy. Leg. Adopted	8,975,034,858	589,526,746	3,259,358,605	2,943,515,768	137,133,538	435,672,830	16,340,242,345	772	753.23
2021-23 Ebds, SS & Admin Act	180,128,062	60,982,219	90,924,474	2,420,110	-	227,154,658	561,609,523	124	58.31
Ways & Means Actions	-	-	-	-	-	-	-	-	-
2021-23 Leg Approved Budget	9,155,162,920	650,508,965	3,350,283,079	2,945,935,878	137,133,538	662,827,488	16,901,851,868	896	811.54
2021-23 Leg Approved Budget (Base)	9,155,162,920	650,508,965	3,350,283,079	2,945,935,878	137,133,538	446,672,830	16,685,697,210	896	811.54
Summary of Base Adjustments	31,422,425	3,481,660	(4,856,534)	727,456	26,937,686	128,327,170	186,039,863	(40)	20.39
2023-25 Base Budget	9,186,585,345	653,990,625	3,345,426,545	2,946,663,334	164,071,224	575,000,000	16,871,737,073	856	831.93
010: Non-PICS Pers Svc/Vacancy Factor	1,287,698	-	342,587	350,087	-	-	1,980,372	-	-
020: Phase In / Out Pgm & One-time Cost	(204,206,692)	-	(420,189,265)	(1,098,977,853)	-	-	(1,723,373,810)	(1)	(1.00)
030: Inflation & Price List Adjustments	595,073,714	-	80,117,772	47,000,995	-	-	722,192,481	-	-
040: Mandated Caseload	9,815,631	-	(10,838,466)	-	-	-	(1,022,835)	-	-
050: Fundshifts and Revenue Reductions	(481,128,472)	(3,970,928)	68,035,765	15,736,046	-	(34,536,581)	(435,864,170)	-	-
060: Technical Adjustments	(337,584,807)	-	(457,602,430)	(379,724,751)	-	-	(1,174,911,988)	(300)	(292.25)
2023-25 Current Service Level	8,769,842,417	650,019,697	2,605,292,508	1,531,047,858	164,071,224	540,463,419	14,260,737,123	555	538.68
Adjusted 2023-25 Current Service Level	8,769,842,417	650,019,697	2,605,292,508	1,531,047,858	164,071,224	540,463,419	14,260,737,123	555	538.68
Total LFO Recommended Packages	728,751,457	-	685,121,975	5,965,203	-	-	1,419,838,635	40	32.33
2023-25 Legislative Actions	9,498,593,874	650,019,697	3,290,414,483	1,537,013,061	164,071,224	540,463,419	15,680,575,758	595	571.01
Net change from 2021-23 Leg Approved Budget	343,430,954	(489,268)	(59,868,596)	(1,408,922,817)	26,937,686	(122,364,069)	(1,221,276,110)	(301)	(240.53)
Percent change from 2021-23 Leg Approved Budget	3.8%	(0.1%)	(1.8%)	(47.8%)	19.6%	(18.5%)	(7.2%)	(33.6%)	(29.6%)
Net change from 2023-25 Adj Current Service Level	728,751,457	-	685,121,975	5,965,203	-	-	1,419,838,635	40	32.33
Percent change from 2023-25 Adj Current Service Level	8.3%	0.0%	26.3%	0.4%	0.0%	0.0%	10.0%	7.2%	6.0%

	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
2021-23 Agy. Leg. Adopted	-	-	298,000,000	-	-	-	298,000,000	-	-
2021-23 Ebds, SS & Admin Act	-	-	-	-	-	-	-	-	-
Ways & Means Actions	-	-	-	-	-	-	-	-	-
2021-23 Leg Approved Budget	-	-	298,000,000	-	-	-	298,000,000	-	-
2021-23 Leg Approved Budget (Base)	-	-	298,000,000	-	-	-	298,000,000	-	-
Summary of Base Adjustments	-	-	(5,500,000)	-	-	-	(5,500,000)	-	-
2023-25 Base Budget	-	-	292,500,000	-	-	-	292,500,000	-	-
020: Phase In / Out Pgm & One-time Cost	-	-	(292,500,000)	-	-	-	(292,500,000)	-	-
2023-25 Current Service Level	-	-	-	-	-	-	-	-	-
Adjusted 2023-25 Current Service Level	-	-	-	-	-	-	-	-	-
Total LFO Recommended Packages	-	-	242,500,000	-	-	-	242,500,000	-	-
2023-25 Legislative Actions	-	-	242,500,000	-	-	-	242,500,000	-	-
Net change from 2021-23 Leg Approved Budget	-	-	(55,500,000)	-	-	-	(55,500,000)	-	-
Percent change from 2021-23 Leg Approved Budget	0.0%	0.0%	(18.6%)	0.0%	0.0%	0.0%	(18.6%)	0.0%	0.0%
Net change from 2023-25 Adj Current Service Level	-	-	242,500,000	-	-	-	242,500,000	-	-
Percent change from 2023-25 Adj Current Service Level	0.0%	0.0%	100.0%	0.0%	0.0%	0.0%	100.0%	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 107 OSD Def Maint, OSCIM Grants & Conn. OR Schools

Package Description This package budgets \$225 million Other Funds expenditure limitation to use carryover from 2019-21 and 2021-23 bond sales for the Oregon School Capital Improvement Matching (OSCIM) program; and adds Other Funds expenditure limitation of \$17.5 million to use carryforward funding from prior periods for the Connecting Oregon Schools Fund.

LFO Recommendation Approve the package.

LFO Recommended	-	-	242,500,000	-	-	-	242,500,000	-	-
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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)
2021-23 Agy. Leg. Adopted	110,048,130	-	102,267,595	156,241,145	4,074,452	-	372,631,322	690	677.21
2021-23 Ebds, SS & Admin Act	15,650,221	-	5,970,214	2,416,857	-	-	24,037,292	124	58.31
Ways & Means Actions	-	-	-	-	-	-	-	-	-
2021-23 Leg Approved Budget	125,698,351	-	108,237,809	158,658,002	4,074,452	-	396,668,614	814	735.52
2021-23 Leg Approved Budget (Base)	125,698,351	-	107,594,345	158,658,002	4,074,452	-	396,025,150	814	735.52
Summary of Base Adjustments	13,398,879	-	819,343	725,326	-	-	14,943,548	(40)	20.39
2023-25 Base Budget	139,097,230	-	108,413,688	159,383,328	4,074,452	-	410,968,698	774	755.91
010: Non-PICS Pers Svc/Vacancy Factor	1,200,098	-	330,461	306,560	-	-	1,837,119	-	-
020: Phase In / Out Pgm & One-time Cost	1,109,948	-	(4,550,086)	(29,362,717)	-	-	(32,802,855)	(1)	(1.00)
030: Inflation & Price List Adjustments	7,170,606	-	5,002,825	4,954,800	-	-	17,128,231	-	-
050: Fundshifts and Revenue Reductions	209,902	-	-	(209,902)	-	-	-	-	-
060: Technical Adjustments	(46,694,242)	-	(12,600,373)	(59,859,619)	-	-	(119,154,234)	(300)	(292.25)
2023-25 Current Service Level	102,093,542	-	96,596,515	75,212,450	4,074,452	-	277,976,959	473	462.66
Adjusted 2023-25 Current Service Level	102,093,542	-	96,596,515	75,212,450	4,074,452	-	277,976,959	473	462.66
Total LFO Recommended Packages	7,353,211	-	(4,012,126)	5,965,203	-	-	9,306,288	40	31.92
2023-25 Legislative Actions	109,446,753	-	92,584,389	81,177,653	4,074,452	-	287,283,247	513	494.58
Net change from 2021-23 Leg Approved Budget	(16,251,598)	-	(15,653,420)	(77,480,349)	-	-	(109,385,367)	(301)	(240.94)
Percent change from 2021-23 Leg Approved Budget	(12.9%)	0.0%	(14.5%)	(48.8%)	0.0%	0.0%	(27.6%)	(37.0%)	(32.8%)
Net change from 2023-25 Adj Current Service Level	7,353,211	-	(4,012,126)	5,965,203	-	-	9,306,288	40	31.92
Percent change from 2023-25 Adj Current Service Level	7.2%	0.0%	(4.2%)	7.9%	0.0%	0.0%	3.4%	8.5%	6.9%

	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 101 SEIA Enhancement to Equitable Services

Package Description This package adds two positions (1.84 FTE) to develop student success plans and Student Success Act grant programs for immigrant and refugee students. These positions are funded from the Statewide Education Initiatives Account in the Fund for Student Success.

LFO Recommendation Approve the package.

LFO Recommended	-	-	566,672	-	-	-	566,672	2	1.84
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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 Strengthen Health & Mental Health in Educ Sys

Package Description This package provides \$1,854,174 Federal Funds expenditure limitation on a one-time basis and position authorization for nine limited-duration positions (5.63 FTE) in order to complete a variety of projects related to student mental health and the effects of the COVID-19 pandemic on students, families, and school staff. These projects are funded through federal ESSER and grant funds that are anticipated to end in the 2023-25 biennium.

LFO Recommendation Approve the package.

LFO Recommended	-	-	-	1,854,174	-	-	1,854,174	9	5.63
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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 GEER TA & CTE Support Enhancement Cont.

Package Description This package includes funding for rural and small school district technical assistance and support. The package establishes a permanent, full-time Program Analyst 4 position budgeted for 24 months, and funds it through September 2024 with one-time federal pandemic-related funding and for the remainder of the biennium with funds from the Statewide Education Initiatives Account. The package also includes \$4,650,000 of increased Grant-in-Aid support for rural and small school districts from the Statewide Education Initiatives Account, budgeted in the Grant-in-Aid budget structure.

LFO Recommendation Approve the request.

LFO Recommended	-	-	106,116	174,436	-	-	280,552	1	1.00
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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 105 Enhancing Students' Special Need Supports

Package Description This package establishes one permanent Research Analyst 3 position (0.92 FTE) in the Office of Enhancing Student Services to support the agency's General Supervision activities. This position is federally funded with IDEA funds.

LFO Recommendation Approve the package.

LFO Recommended	-	-	-	250,354	-	-	250,354	1	0.92
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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 Grant System, SSF Replacement and Staffing

Package Description The package establishes one permanent Program Analyst 4 position (1.00 FTE) and one permanent Research Analyst 4 position (1.00 FTE) to support replacement of the State School Fund's information technology system and to increase staffing capacity for business continuity in the School Finance Unit. The package also includes permanent funding for a current Program Analyst 3 position (1.00 FTE) for managing the Federal E-rate matching program for rural broadband projects and the Connecting Oregon Schools program. The package also includes resources from the Statewide Education Initiatives Account for the department's electronic grants management system (EGMS) replacement project.

LFO Recommendation Approve the package.

LFO Recommended	798,019	-	925,000	-	-	-	1,723,019	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)
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Package 111 Technical and Programmatic Adjustments

Package Description This package includes \$6.5 million General Fund to backfill federal indirect revenues lost as a result of the Early Learning Division transferring to the Department of Early Learning and Care. Operations-related Other Funds are reduced by the same amount to account for the federal indirect funding change. This package adds permanent position authorization for one budget manager position (0.92 FTE) and one permanent comptroller position (0.92 FTE). The package extends limited duration position authority and Federal fund limitation for four limited duration positions (3.92 FTE), backed by the Well-Rounded Access program grant. Also included is Federal Funds expenditure limitation and limited-duration position authorization for 14 limited duration positions currently unbudgeted but funded with ESSER set aside dollars (14 positions, 9.32 FTE). The package includes General Fund and Federal funding for one limited duration position (1.00 FTE), an ESS 2 in the Office of Indian Education.

LFO Recommendation Approve the package.

LFO Recommended	6,555,192	-	(6,456,458)	3,686,239	-	-	3,784,973	21	16.07
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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 Position Clean-up and LD Extensions

Package Description Within Department Operations, the package reclassifies an Operations and Policy Analyst 2 to an Operations and Policy Analyst 4 and an Education Specialist 2 to a Program Analyst 4. It also shifts fund splits on six positions as well as convert a 13-month permanent part-time position (Accounting Tech 2) to a 24-month permanent full-time position. This adds 0.46 FTE to the department's position count. Positions that had no identifiable Other Fund revenue source were fund shifted onto CAT revenues and/or General Fund. Budget was also moved from Services and Supplies onto positions. While this is a net zero package for 2023-25, future costs will increase at a greater rate, as Personal Service typically increase at a faster rate than Services and Supplies. Positions backed by Federal Funds that cannot be tied to a particular grant have also been fund shifted off Federal Funds as a result of audit findings.

LFO Recommendation Approve the package, with instructions to the agency, below.

Budget Instructions Position reclassifications are typically made during the biennium through an administrative process documented in Permanent Finance Plans. LFO recommends that the agency's position reclassifications be made through that process going forward.

LFO Recommended	-	-	-	-	-	-	-	-	0.46
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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 201 YDD Staffing, Future Ready Oregon

Package Description This package requests continuation of funding for the Future Ready Oregon program approved in the February 2022 Legislative Session, using \$263,351 Federal ARPA funding transferred from the Department of Administrative Services for one limited duration Program Analyst 3 position to administer the program and \$6,736,649 Federal ARPA funding transferred from the Department of Administrative Services for grants to community-based organizations, budgeted in the agency's Grant-in-Aid program.

LFO Recommendation Approve the package.

LFO Recommended	-	-	263,351	-	-	-	263,351	1	1.00
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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 301 Indigenous-Tribal Educ & Scholars Prog Xfr

Package Description This package adds \$4 million in one-time funds for the Tribal Educator Collaborative program. Of the \$4 million, \$583,193 Other Funds expenditure limitation supports two limited-duration Education Specialist 2 positions for program development and support, and \$3,416,807 Other Funds expenditure limitation supports a grant program for educator training programs for American Indian/Alaska Native students. The grant program is budgeted in the Department's Educator Advancement Council grant-in-aid budget structure.

LFO Recommendation Approve the package.

LFO Recommended	-	-	583,193	-	-	-	583,193	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)
2021-23 Agy. Leg. Adopted	-	-	50,375,000	-	-	-	50,375,000	-	-
2021-23 Ebds, SS & Admin Act	-	-	3,488,205	-	-	-	3,488,205	-	-
Ways & Means Actions	-	-	-	-	-	-	-	-	-
2021-23 Leg Approved Budget	-	-	53,863,205	-	-	-	53,863,205	-	-
2021-23 Leg Approved Budget (Base)	-	-	53,863,205	-	-	-	53,863,205	-	-
Summary of Base Adjustments	-	-	-	-	-	-	-	-	-
2023-25 Base Budget	-	-	53,863,205	-	-	-	53,863,205	-	-
020: Phase In / Out Pgm & One-time Cost	-	-	(14,988,205)	-	-	-	(14,988,205)	-	-
030: Inflation & Price List Adjustments	-	-	1,632,750	-	-	-	1,632,750	-	-
2023-25 Current Service Level	-	-	40,507,750	-	-	-	40,507,750	-	-
Adjusted 2023-25 Current Service Level	-	-	40,507,750	-	-	-	40,507,750	-	-
Total LFO Recommended Packages	-	-	30,837,894	-	-	-	30,837,894	-	-
2023-25 Legislative Actions	-	-	71,345,644	-	-	-	71,345,644	-	-
Net change from 2021-23 Leg Approved Budget	-	-	17,482,439	-	-	-	17,482,439	-	-
Percent change from 2021-23 Leg Approved Budget	0.0%	0.0%	32.5%	0.0%	0.0%	0.0%	32.5%	0.0%	0.0%
Net change from 2023-25 Adj Current Service Level	-	-	30,837,894	-	-	-	30,837,894	-	-
Percent change from 2023-25 Adj Current Service Level	0.0%	0.0%	76.1%	0.0%	0.0%	0.0%	76.1%	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 301 Indigenous-Tribal Educ & Scholars Prog Xfr

Package Description This package funds the Tribal Nations Education Collaborative grant program, which supports educator training programs for American Indian/Alaska Native (AI/AN) students, with the goal of increasing the number of AI/AN teachers, paraprofessionals, and administrators employed in early learning, K-12 schools, and post-secondary institutions. One-time resources in the Statewide Education Initiatives Account support this package for the 2023-25 biennium only.

LFO Recommendation Approve the package.

LFO Recommended	-	-	3,416,807	-	-	-	3,416,807	-	-
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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 makes two adjustments to the Educator Advancement Council's revenues.

1.It increases resources with \$25 million of one-time fund balance from the Educator Advancement Fund. This fund shift is made on a one-time basis for the 2023-25 biennium only. This increase is offset by a decrease in the same amount from the Statewide Education Initiatives Account in the grant-in-aid budget.

2.It increases the transfer from the State School Fund to the formula grants distributed by the Educator Advancement Council (EAC). A portion of the EAC's budget is a carve-out from the State School Fund which is tied to the growth each biennium in the State School Fund. This change recognizes the growth for 2023-25 and transfers the greater share to the EAC for distribution.

LFO Recommendation Approve the package.

LFO Recommended	-	-	27,421,087	-	-	-	27,421,087	-	-
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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)
2021-23 Agy. Leg. Adopted	14,315,702	-	6,598,468	329,420	-	-	21,243,590	82	76.02
2021-23 Ebds, SS & Admin Act	449,104	-	87,650	3,253	-	-	540,007	-	-
Ways & Means Actions	-	-	-	-	-	-	-	-	-
2021-23 Leg Approved Budget	14,764,806	-	6,686,118	332,673	-	-	21,783,597	82	76.02
2021-23 Leg Approved Budget (Base)	14,764,806	-	6,686,118	332,673	-	-	21,783,597	82	76.02
Summary of Base Adjustments	532,157	-	58,138	2,130	-	-	592,425	-	-
2023-25 Base Budget	15,296,963	-	6,744,256	334,803	-	-	22,376,022	82	76.02
010: Non-PICS Pers Svc/Vacancy Factor	87,600	-	12,126	43,527	-	-	143,253	-	-
030: Inflation & Price List Adjustments	-	-	202,758	14,312	-	-	217,070	-	-
2023-25 Current Service Level	15,384,563	-	6,959,140	392,642	-	-	22,736,345	82	76.02
Adjusted 2023-25 Current Service Level	15,384,563	-	6,959,140	392,642	-	-	22,736,345	82	76.02
Total LFO Recommended Packages	-	-	-	-	-	-	-	-	0.41
2023-25 Legislative Actions	15,384,563	-	6,959,140	392,642	-	-	22,736,345	82	76.43
Net change from 2021-23 Leg Approved Budget	619,757	-	273,022	59,969	-	-	952,748	-	0.41
Percent change from 2021-23 Leg Approved Budget	4.2%	0.0%	4.1%	18.0%	0.0%	0.0%	4.4%	0.0%	0.5%
Net change from 2023-25 Adj Current Service Level	-	-	-	-	-	-	-	-	0.41
Percent change from 2023-25 Adj Current Service Level	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.5%

	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 112 Position Clean-up and LD Extensions

Package Description Within the Oregon School for the Deaf, this package reclassifies seven positions, changes the fund splits on four positions and increases FTE by 0.41.

LFO Recommendation Approve the package, with instructions to the agency, below.

Budget Instructions Position reclassifications are typically made during the biennium through an administrative process documented in Permanent Finance Plans. LFO recommends that the agency's position reclassifications be made through that process going forward..

LFO Recommended	-	-	-	-	-	-	-	-	0.41
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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)
2021-23 Agy. Leg. Adopted	-	-	-	-	-	-	-	-	-
2021-23 Ebds, SS & Admin Act	-	-	-	-	-	-	-	-	-
Ways & Means Actions	-	-	-	-	-	-	-	-	-
2021-23 Leg Approved Budget	-	-	-	-	-	-	-	-	-
Net change from 2021-23 Leg Approved Budget	-	-	-	-	-	-	-	-	-
Percent change from 2021-23 Leg Approved Budget	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%

LFO102 - Work Session Presentation Report
2023-25 Biennium

Version: L - 01 - LFO Analyst Recommended
Cross Reference: 58100-300-00-00-0000
Grant - In - Aid and District Supports

	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
2021-23 Agy. Leg. Adopted	520,499,993	-	1,704,667,048	2,101,729,668	-	435,672,830	4,762,569,539	-	-
2021-23 Ebds, SS & Admin Act	252,418,375	-	37,534,720	-	-	227,154,658	517,107,753	-	-
Ways & Means Actions	-	-	-	-	-	-	-	-	-
2021-23 Leg Approved Budget	772,918,368	-	1,742,201,768	2,101,729,668	-	662,827,488	5,279,677,292	-	-
2021-23 Leg Approved Budget (Base)	772,918,368	-	1,742,845,232	2,101,729,668	-	446,672,830	5,064,166,098	-	-
Summary of Base Adjustments	-	-	-	-	-	128,327,170	128,327,170	-	-
2023-25 Base Budget	772,918,368	-	1,742,845,232	2,101,729,668	-	575,000,000	5,192,493,268	-	-
020: Phase In / Out Pgm & One-time Cost	(260,384,255)	-	(170,574,974)	(702,777,506)	-	-	(1,133,736,735)	-	-
030: Inflation & Price List Adjustments	25,431,323	-	57,582,337	39,236,759	-	-	122,250,419	-	-
040: Mandated Caseload	(27,979,022)	-	(10,838,466)	-	-	-	(38,817,488)	-	-
050: Fundshifts and Revenue Reductions	(11,498,132)	-	30,088,765	15,945,948	-	(34,536,581)	-	-	-
2023-25 Current Service Level	498,488,282	-	1,649,102,894	1,454,134,869	-	540,463,419	4,142,189,464	-	-
Adjusted 2023-25 Current Service Level	498,488,282	-	1,649,102,894	1,454,134,869	-	540,463,419	4,142,189,464	-	-
Total LFO Recommended Packages	(14,413,999)	-	462,589,076	-	-	-	448,175,077	-	-
2023-25 Legislative Actions	484,074,283	-	2,111,691,970	1,454,134,869	-	540,463,419	4,590,364,541	-	-
Net change from 2021-23 Leg Approved Budget	(288,844,085)	-	369,490,202	(647,594,799)	-	(122,364,069)	(689,312,751)	-	-
Percent change from 2021-23 Leg Approved Budget	(37.4%)	0.0%	21.2%	(30.8%)	0.0%	(18.5%)	(13.1%)	0.0%	0.0%
Net change from 2023-25 Adj Current Service Level	(14,413,999)	-	462,589,076	-	-	-	448,175,077	-	-
Percent change from 2023-25 Adj Current Service Level	(2.9%)	0.0%	28.1%	0.0%	0.0%	0.0%	10.8%	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 104 GEER TA & CTE Support Enhancement Cont.

Package Description This package provides grant funding for rural and small school district technical assistance and support, intended to assist small school districts (fewer than 2,000 weighted students) with accessing and administering the more than 100 grant programs offered through the Department of Education. The source of Other Funds is the Statewide Education Initiatives Account.

LFO Recommendation Approve the package.

LFO Recommended	-	-	4,650,000	-	-	-	4,650,000	-	-
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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 105 Enhancing Students' Special Need Supports

Package Description This package increases funding for the Early Intervention/Early Childhood Special Education program by \$18,562,539 from the Early Learning Account in the Fund for Student Success. This brings funding up to \$13,578 per child at the current projected caseload of 24,760 children for the 2023-25 biennium.

LFO Recommendation Approve the package.

LFO Recommended	-	-	18,562,539	-	-	-	18,562,539	-	-
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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 makes four budgetary changes:

- 1.It reduces a \$249,999 General Fund transfer from the Farm to School program to the Department of Agriculture. This program will now be budgeted in the Department of Agriculture, eliminating the need for the transfer.
- 2.It adds \$8,336,000 General Fund on an ongoing basis to the Youth Corrections Education Program (YCEP) and the Juvenile Detention Education Program (JDEP). Instructions to the agency are provided in a budget note, below.
- 3.It adds \$2,500,000 General Fund for a grant program to support school districts that install electronic panic alert systems. Instructions to the agency are provided in a budget note, below.
- 4.It reduces Other Funds expenditure limitation by \$25,000,000 to reflect the reduced General Fund transfer into the High School Success and College and Career Fund. This is a one-time funding shift for the 2023-25 biennium. Statewide Education Initiative Account resources are increased for the High School Success and College and Career Fund in the same amount, for no net change to current service level funding for this program in the 2023-25 biennium.

LFO Recommendation Approve the package.

	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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Budget Notes

Budget Note: YCEP/JDEP:

In order to provide administrative flexibility to address fluctuating enrollment and costs between Youth Corrections Education Programs (YCEP) and Juvenile Detention Education Programs (JDEP) during a biennium, the Department is directed to account for YCEP and JDEP funding as a single program. To determine funding distributions between YCEP and JDEP providers and programs, the Department shall consider:

- The diversity of the population being served, including the number or percentage of youth from historically underserved populations
- The characteristics of the facility including the number of classrooms in use
- The number of students served in the program
- The percentage of students qualifying for special education services
- The level of transition support offered by the provider.

Budget Note: Panic Alert Systems

For a grant program to purchase and install wireless panic alert systems in school buildings, \$2.5 million General Fund is appropriated to the Department on a one-time basis for the 2023-25 biennium. The Department may award one-time grants to school districts of up to \$2,000 per school building to assist with purchase and installation costs. From the \$2.5 million General Fund appropriation, the Department may spend up to \$350,000 for integration with the 9-1-1 emergency system.

LFO Recommended	10,586,001	-	(25,000,000)	-	-	-	(14,413,999)	-	-
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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 803 Fund for Student Success Adjustments

Package Description This package makes six adjustments to budgets in the Fund for Student Success.

1. It reduces the School Stabilization Subaccount for Wildfire-impacted School Districts in the Statewide Education Initiatives Account by \$1,341,219 for the 2023-25 biennium. This represents the amount needed to cover spending from the subaccount in the 2021-23 biennium. This subaccount was established by HB 4026 (2022) to reimburse those school districts affected by the catastrophic wildfires in 2020 for temporary declines in average daily membership resulting from wildfire-damaged homes and schools.

2.It increases the Hunger-Free Schools subaccount in the Statewide Education Initiatives Account by \$17,000,000 to leverage federal nutrition dollars. This investment would enable 76% of all school sites in Oregon to participate in the Community Eligibility Provision for federal child nutrition funds. This provision would reimburse eligible schools for 90% of the cost of providing free breakfasts and lunches to all enrolled students. This funding is provided for the 2024-25 school year, and is intended to roll up in future biennia.

3.It makes a net zero fund shift in resources available in the High School Success and College and Career Fund, by increasing resources from the Statewide Education Initiatives Account by \$25,000,000 and decreasing General Fund resources into the Fund in the same amount. This fund shift is made on a one-time basis in the 2023-25 biennium in order to apply fund balances to program expenditures.

4.It increases the Statewide Initiatives Account in the Fund for Student Success by \$11,104,587 in order to bring the funding level in the Account to 50% of resources available for distribution in the Fund for Student Success.

5.It budgets a transfer of funds from the Early Learning Account to the Department of Early Learning and Care, to support early learning programs identified in ORS 327.274.

6.It decreases resources by \$25 million from the Statewide Education Initiatives Account in the grant-in-aid budget. This decrease is offset by an increase in same amount in the Educator Advancement Fund, using one-time fund balance resources. This net-zero fund shift is made on a one-time basis for the 2023-25 biennium, and has no effect on program expenditures.

LFO Recommendation Approve the package.

LFO Recommended	(25,000,000)	-	464,376,537	-	-	-	439,376,537	-	-
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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)
2021-23 Agy. Leg. Adopted	7,988,195,518	589,526,746	722,277,736	-	-	-	9,300,000,000	-	-
2021-23 Ebds, SS & Admin Act	(97,592,219)	60,982,219	36,610,000	-	-	-	-	-	-
Ways & Means Actions	-	-	-	-	-	-	-	-	-
2021-23 Leg Approved Budget	7,890,603,299	650,508,965	758,887,736	-	-	-	9,300,000,000	-	-
2021-23 Leg Approved Budget (Base)	7,890,603,299	650,508,965	758,887,736	-	-	-	9,300,000,000	-	-
Summary of Base Adjustments	-	-	-	-	-	-	-	-	-
2023-25 Base Budget	7,890,603,299	650,508,965	758,887,736	-	-	-	9,300,000,000	-	-
020: Phase In / Out Pgm & One-time Cost	65,445,496	-	-	-	-	-	65,445,496	-	-
030: Inflation & Price List Adjustments	550,341,294	-	-	-	-	-	550,341,294	-	-
040: Mandated Caseload	37,794,653	-	-	-	-	-	37,794,653	-	-
050: Fundshifts and Revenue Reductions	(469,840,242)	(3,970,928)	37,947,000	-	-	-	(435,864,170)	-	-
2023-25 Current Service Level	8,074,344,500	646,538,037	796,834,736	-	-	-	9,517,717,273	-	-
Adjusted 2023-25 Current Service Level	8,074,344,500	646,538,037	796,834,736	-	-	-	9,517,717,273	-	-
Total LFO Recommended Packages	735,812,245	-	(53,529,518)	-	-	-	682,282,727	-	-
2023-25 Legislative Actions	8,810,156,745	646,538,037	743,305,218	-	-	-	10,200,000,000	-	-
Net change from 2021-23 Leg Approved Budget	919,553,446	(3,970,928)	(15,582,518)	-	-	-	900,000,000	-	-
Percent change from 2021-23 Leg Approved Budget	11.7%	(0.6%)	(2.1%)	0.0%	0.0%	0.0%	9.7%	0.0%	0.0%
Net change from 2023-25 Adj Current Service Level	735,812,245	-	(53,529,518)	-	-	-	682,282,727	-	-
Percent change from 2023-25 Adj Current Service Level	9.1%	0.0%	(6.7%)	0.0%	0.0%	0.0%	7.2%	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 adjusts the revenue mix in the State School Fund based on the May 2023 OEA economic and revenue forecast. It decreases the transfer from the Fund for Student Success by \$58,280,177; increases Marijuana Tax revenues by \$4,750,659; and adds a total of \$735,812,245 General Fund to bring total resources in the State School Fund to \$10,200,000,000 for the 2023-25 biennium.

LFO Recommendation Approve the package.

LFO Recommended	735,812,245	-	(53,529,518)	-	-	-	682,282,727	-	-
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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)
2021-23 Agy. Leg. Adopted	-	-	-	-	133,059,086	-	133,059,086	-	-
2021-23 Ebds, SS & Admin Act	-	-	-	-	-	-	-	-	-
Ways & Means Actions	-	-	-	-	-	-	-	-	-
2021-23 Leg Approved Budget	-	-	-	-	133,059,086	-	133,059,086	-	-
2021-23 Leg Approved Budget (Base)	-	-	-	-	133,059,086	-	133,059,086	-	-
Summary of Base Adjustments	-	-	-	-	26,937,686	-	26,937,686	-	-
2023-25 Base Budget	-	-	-	-	159,996,772	-	159,996,772	-	-
2023-25 Current Service Level	-	-	-	-	159,996,772	-	159,996,772	-	-
Adjusted 2023-25 Current Service Level	-	-	-	-	159,996,772	-	159,996,772	-	-
2023-25 Legislative Actions	-	-	-	-	159,996,772	-	159,996,772	-	-
Net change from 2021-23 Leg Approved Budget	-	-	-	-	26,937,686	-	26,937,686	-	-
Percent change from 2021-23 Leg Approved Budget	0.0%	0.0%	0.0%	0.0%	20.2%	0.0%	20.2%	0.0%	0.0%
Net change from 2023-25 Adj Current Service Level	-	-	-	-	-	-	-	-	-
Percent change from 2023-25 Adj Current Service Level	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	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)
2021-23 Agy. Leg. Adopted	280,319,397	-	360,497,311	683,960,356	-	-	1,324,777,064	-	-
2021-23 Ebds, SS & Admin Act	4,122,830	-	-	-	-	-	4,122,830	-	-
Ways & Means Actions	-	-	-	-	-	-	-	-	-
2021-23 Leg Approved Budget	284,442,227	-	360,497,311	683,960,356	-	-	1,328,899,894	-	-
2021-23 Leg Approved Budget (Base)	284,442,227	-	360,497,311	683,960,356	-	-	1,328,899,894	-	-
Summary of Base Adjustments	-	-	-	-	-	-	-	-	-
2023-25 Base Budget	284,442,227	-	360,497,311	683,960,356	-	-	1,328,899,894	-	-
020: Phase In / Out Pgm & One-time Cost	(5,064,452)	-	69,424,000	(366,837,630)	-	-	(302,478,082)	-	-
030: Inflation & Price List Adjustments	11,512,790	-	15,080,746	2,742,406	-	-	29,335,942	-	-
060: Technical Adjustments	(290,890,565)	-	(445,002,057)	(319,865,132)	-	-	(1,055,757,754)	-	-
2023-25 Current Service Level	-	-	-	-	-	-	-	-	-
Adjusted 2023-25 Current Service Level	-	-	-	-	-	-	-	-	-
2023-25 Legislative Actions	-	-	-	-	-	-	-	-	-
Net change from 2021-23 Leg Approved Budget	(284,442,227)	-	(360,497,311)	(683,960,356)	-	-	(1,328,899,894)	-	-
Percent change from 2021-23 Leg Approved Budget	(100.0%)	0.0%	(100.0%)	(100.0%)	0.0%	0.0%	(100.0%)	0.0%	0.0%
Net change from 2023-25 Adj Current Service Level	-	-	-	-	-	-	-	-	-
Percent change from 2023-25 Adj Current Service Level	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	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)
2021-23 Agy. Leg. Adopted	14,707,168	-	14,675,117	1,255,179	-	-	30,637,464	-	-
2021-23 Ebds, SS & Admin Act	5,313,429	-	7,000,000	-	-	-	12,313,429	-	-
Ways & Means Actions	-	-	-	-	-	-	-	-	-
2021-23 Leg Approved Budget	20,020,597	-	21,675,117	1,255,179	-	-	42,950,893	-	-
2021-23 Leg Approved Budget (Base)	20,020,597	-	21,675,117	1,255,179	-	-	42,950,893	-	-
Summary of Base Adjustments	-	-	-	-	-	-	-	-	-
2023-25 Base Budget	20,020,597	-	21,675,117	1,255,179	-	-	42,950,893	-	-
020: Phase In / Out Pgm & One-time Cost	(5,313,429)	-	(7,000,000)	-	-	-	(12,313,429)	-	-
030: Inflation & Price List Adjustments	617,701	-	616,356	52,718	-	-	1,286,775	-	-
2023-25 Current Service Level	15,324,869	-	15,291,473	1,307,897	-	-	31,924,239	-	-
Adjusted 2023-25 Current Service Level	15,324,869	-	15,291,473	1,307,897	-	-	31,924,239	-	-
Total LFO Recommended Packages	-	-	6,736,649	-	-	-	6,736,649	-	-
2023-25 Legislative Actions	15,324,869	-	22,028,122	1,307,897	-	-	38,660,888	-	-
Net change from 2021-23 Leg Approved Budget	(4,695,728)	-	353,005	52,718	-	-	(4,290,005)	-	-
Percent change from 2021-23 Leg Approved Budget	(23.5%)	0.0%	1.6%	4.2%	0.0%	0.0%	(10.0%)	0.0%	0.0%
Net change from 2023-25 Adj Current Service Level	-	-	6,736,649	-	-	-	6,736,649	-	-
Percent change from 2023-25 Adj Current Service Level	0.0%	0.0%	44.1%	0.0%	0.0%	0.0%	21.1%	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 201 YDD Staffing, Future Ready Oregon

Package Description This package requests continuation of funding for the Future Ready Oregon program approved in the February 2022 Legislative Session, using \$6,736,649 Federal ARPA funding transferred from the Department of Administrative Services for grants to community-based organizations. One limited-duration position to administer the program is funded with \$263,351 Federal ARPA funding transferred from the Department of Administrative Services, budgeted in the agency's Operations program.

LFO Recommendation Approve the package.

LFO Recommended	-	-	6,736,649	-	-	-	6,736,649	-	-
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Debt Service Costs

	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
2021-23 Agy. Leg. Adopted	46,948,950	-	330	-	-	-	46,949,280	-	-
2021-23 Ebds, SS & Admin Act	(233,678)	-	233,685	-	-	-	7	-	-
Ways & Means Actions	-	-	-	-	-	-	-	-	-
2021-23 Leg Approved Budget	46,715,272	-	234,015	-	-	-	46,949,287	-	-
2021-23 Leg Approved Budget (Base)	46,715,272	-	234,015	-	-	-	46,949,287	-	-
Summary of Base Adjustments	17,491,389	3,481,660	(234,015)	-	-	-	20,739,034	-	-
2023-25 Base Budget	64,206,661	3,481,660	-	-	-	-	67,688,321	-	-
2023-25 Current Service Level	64,206,661	3,481,660	-	-	-	-	67,688,321	-	-
Adjusted 2023-25 Current Service Level	64,206,661	3,481,660	-	-	-	-	67,688,321	-	-
2023-25 Legislative Actions	64,206,661	3,481,660	-	-	-	-	67,688,321	-	-
Net change from 2021-23 Leg Approved Budget	17,491,389	3,481,660	(234,015)	-	-	-	20,739,034	-	-
Percent change from 2021-23 Leg Approved Budget	37.4%	100.0%	(100.0%)	0.0%	0.0%	0.0%	44.2%	0.0%	0.0%
Net change from 2023-25 Adj Current Service Level	-	-	-	-	-	-	-	-	-
Percent change from 2023-25 Adj Current Service Level	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%

Legislatively Proposed 2023 - 2025 Key Performance Measures

Published: 5/28/2023 3:01:04 PM

Agency: Department of Education

Mission Statement:

Increase Achievement for All Students

Legislatively Proposed KPMS	Metrics	Agency Request	Last Reported Result	Target 2024	Target 2025
6. EARLY LITERACY - Percentage of students meeting or exceeding statewide academic achievement standards in 3rd grade reading	a) All Students	Approved	40%	68%	68%
	b) Students of Color		21.70%	60%	60%
	c) Special Ed Students		16.30%	54%	54%
7. STUDENTS ON TRACK TO GRADUATE - Percentage of 9th grade students on track to graduate.	a) All Students	Approved	82.80%	90%	90%
	b) Students of Color		76.80%	88%	88%
	c) Special Ed Students		72.30%	83%	83%
8. HIGH SCHOOL COMPLETION - Percentage of students who complete high school within four years	All students	Approved	80.60%	86%	86%
	Students of color		76.10%	84%	84%
	Special Education students		66.10%	82%	82%
9. COLLEGE GOING - College-going rate of Oregon residents into post-secondary institutions		Approved	56.40%	76%	76%
10. CHRONIC ABSENTEEISM - Percentage of students who are absent more than 10% of days of the school year	All students	Approved	36.10%	15%	15%
	Students of color		44.70%	18%	18%
	Students with disabilities		43.70%	21%	21%
11. CUSTOMER SERVICE - Percentage of customers rating the agency's customer service as "good" or "excellent"	Overall	Approved	71%	85%	85%
	Expertise		74%	85%	85%
	Helpfulness		76%	85%	85%
	Timeliness		64%	85%	85%
	Accuracy		78%	85%	85%
	Availability of Information		73%	85%	85%
1. Protecting the Health & Safety of Children in Child Care - Percentage of citations for a serious valid finding that received a timely follow-up visit to confirm compliance		Proposed Delete	93.60%	86%	86%
2. Access to Early Care and Education: Infants & Toddlers - Percentage of infants/toddlers (birth-2 years) with access to a regulated child care slot.		Proposed Delete		15.40%	15.40%
3. Access to Early Care and Education: Preschool Age - Percentage of preschool age children (3-4 years) with access to a regulated child care slot. Regulated child care slots include Certified Centers, Certified Family, and Registered Family Providers.		Proposed Delete		35.65%	35.65%

Legislatively Proposed KPMs	Metrics	Agency Request	Last Reported Result	Target 2024	Target 2025
4. Early Learning Workforce Retention (all) - Percentage of early learning providers who have remained in the workforce.		Proposed Delete		65.05%	65.05%
5. Early Learning Workforce Retention (by race and ethnicity) - Percentage of early learning providers who have remained in the workforce disaggregated by race and ethnicity.	a) American Indian/Alaskan Native	Proposed Delete		66.15%	66.15%
	b) Asian			68.25%	68.25%
	c) Black/African American			69.30%	69.30%
	d) Hispanic/Latino/Spanish			74.55%	74.55%
	e) Native Hawaiian/Pacific Islander			64.05%	64.05%
	f) White			70.35%	70.35%
	g) Multiracial			71.40%	71.40%

LFO Recommendation:

The Legislative Fiscal Office recommends approval of the targets shown for KPMs #6 through #11, above, and notes that KPMs #1-5 are now performance measures for the Department of Early Learning and Care, and so are proposed to be deleted for the Department of Education. Budget notes direct the Department to propose at least one new outcome-focused KPM for programs provided by the Educator Advancement Council, in order to better evaluate the effectiveness of the Council's grant programs in producing qualified educators for Oregon's early childhood programs and K-12 schools.

SubCommittee Action: