

MINUTES OF THE EMERGENCY BOARD

November 19, 2004

State Capitol

Salem, Oregon

Members Present: Representative Minnis, Presiding Chair
 Senators Courtney, Dukes, Gordly, Messerle, Morse
 Representatives Bates, Butler, Doyle, Hansen, Knopp, Miller, Morgan, Scott

Members Excused: Senators Schrader, Winters, Harper

Pursuant to the provisions of ORS 291.328 and acting under the authority of ORS 291.326(1)(a), (b), (c), and (d), ORS 291.371, and ORS 291.375, we hereby certify that the Emergency Board, meeting on November 19, 2004, took the following actions:

The meeting was called to order by Representative Minnis at 8:40 a.m. in Hearing Room F of the State Capitol.

Minutes

Senator Courtney moved that the Emergency Board approve the minutes of the September 17, 2004 meeting, and upon hearing no objections the minutes were approved. Senators Schrader, Winters, Gordly and Harper excused.

Agency Reports

Senator Morse moved that the Emergency Board acknowledge, en bloc, receipt of the following reports: Item 1, Department of Education; Item 2, Department of Education; Item 3, Department of Education; Item 4, Judicial Department; Item 20, Department of Transportation; Item 22, Department of Transportation; Item 24, Department of Consumer and Business Services; Item 26, Bureau of Labor and Industries; Item 28, Board of Radiologic Technology; Item 32, Department of Administrative Services; Item 33, Department of Administrative Services; Item 42, Department of Human Services; Item 45, Department of Human Services; Item 57, Military Department; Item 59, State Police; and Item 62, Employment Department; and that the Department of Education be directed to return to the January 2005 Emergency Board meeting to provide an updated report on caseload growth in the Early Intervention/Early Childhood Special Education program.

The following is a summary of the request and Subcommittee (Education) action:

Item #	Agency	Report
1	Department of Education	Statewide student assessment system
2	Department of Education	Early Intervention/Early Childhood Special Education program and federal maintenance of effort requirements
3	Department of Education	Reorganization plan
4	Judicial Department	Distribution of resources to the trial courts for temporary (pro tem) judgeships

6	Department of Justice	Demand for legal services
20	Department of Transportation	Lewis and Clark excursion train operating expense
22	Department of Transportation	West Arterial Road
24	Department of Consumer and Business Services	Progress on reducing violations by payday and title lenders through Department enforcement actions
26	Bureau of Labor and Industries	Efforts to increase women and minority apprenticeship programs
28	Board of Radiologic Technology	Progress on implementing efficiencies and hiring of new executive director
32	Department of Administrative Services	Finding on the compensation plan structure for District Attorneys
33	Department of Administrative Services	Compensation plan changes as required by ORS 291.371
42	Department of Human Services	Oregon Health Plan fully capitated Health Plan administrative requirements and costs
45	Department of Human Services	Federal grants update
57	Military Department	Oregon Army National Guard Recruiting Incentive and Enhancement pilot project
59	State Police	Receipt and distribution of federal Homeland Security funding
62	Employment Department	Telephone call center technology

In Subcommittee, two of seventeen agency consent reports were discussed. The first was Item 2 for the Department of Education, where concern was expressed over preliminary caseload data for the Early Intervention/Early Childhood Special Education Program, how services to children have been affected, and the impact of the Department not requesting release of a special purpose appropriation. The Subcommittee recommended that the Department be directed to return to the January 2005 meeting of the Emergency Board and provide an updated report on caseload growth in the Early Intervention/Early Childhood Special Education program.

The second item discussed was Item 26 for the Bureau of Labor and Industries' (BOLI) women and minorities apprenticeship program. The Subcommittee questioned how apprenticeship goals are established and the consequences of a contractor being unable to attain stipulated goals. The Subcommittee also inquired into the Department's partnering efforts with industry employers, especially small business. Finally, several members offered their appreciation for the level of leadership as well as collaboration between BOLI and the Department of Transportation.

The Subcommittee recommended acknowledging receipt of all the reports.

Senator Morse's motion carried with no objections voiced. Senators Schrader Winters, Gordly and Harper excused.

Federal Grants

Senator Morse moved that the Emergency Board approve, en bloc, the following requests for approval to apply for federal grants: Items 50, 51 and 53, Department of Human Services, with the understanding that if the agency receives grant awards it will return to the Emergency Board or Legislative Assembly for any necessary additional expenditure limitation and position authority.

The following is a summary of the request and Subcommittee (Education) action:

Item #	Agency	Grant Application
50	Department of Human Services	To the U.S. Centers for Disease Control and Prevention for up to \$140,000 per year for up to five years, for the Oregon Birth Defects Registry and Surveillance Program.
51	Department of Human Services	To the U.S. Environmental Protection Agency for \$100,000 to reduce childhood lead poisoning.
53	Department of Human Services	To the National Institutes of Health for \$275,000 to prevent and treat childhood obesity.

The Subcommittee recommended approval of all requests, with the understanding that, if the funds are awarded, the agency will return to the Emergency Board or Legislative Assembly for approval of any necessary additional expenditure limitation and position authority.

Senator Morse's motion carried with no objections voiced. Senators Schrader, Winters, Gordly and Harper excused.

5. Judicial Department and Public Defense Services Commission

Senator Dukes moved that the Emergency Board acknowledge receipt of a report from the Oregon Judicial Department and the Public Defense Services Commission on the Application Contribution Program.

The following is a summary of the request and Subcommittee (General Government) action:

The Application (and) Contribution Program (ACP) is a two-part program that requires persons who apply for appointment of counsel to pay an application fee of \$20. The court may also order these persons to contribute to the cost of appointed counsel. A judge can waive these requirements if the person is unable to pay. The 2003 Legislature directed that the program be implemented statewide, and estimated that an additional \$2 million could be generated from statewide implementation. The Legislature directed that General Fund-supported eligibility verification staff be shifted onto Other Funds revenue from the ACP. A primary goal of the fund shift was to ensure that the Oregon Judicial Department (OJD) eligibility verification staff is supported by a fund source that is not vulnerable if General Fund reductions occur. Previously, some eligibility verification positions had been eliminated as a result of budget cuts.

The 2003 Legislature directed, through budget notes, that ACP be implemented statewide during the 2003-05 biennium. The agencies reported to the November 2003 meeting of the Emergency Board on their progress in meeting the legislative direction. The agencies returned to the April 2004 meeting to continue reporting. The Emergency Board approved the establishment of 3 limited duration positions (1.74 FTE) in OJD to continue the implementation of the ACP statewide. The agencies reported that 1.45 internal auditor FTE in the Public Defense Services Commission (PDSC) will be abolished in the 2005-07 biennium, and 3.00 FTE verification specialists will be established in OJD. The Emergency Board approved the limited duration positions with the understanding that the 2005 Legislature will ensure the offsetting position elimination and creation between the two agencies, and to verify that sufficient ACP revenues are available to fund these positions permanently in the 2005-07 biennium.

The Emergency Board directed the agencies to return to the November 2004 meeting to report on statewide implementation, revenue estimates, and the plan for staffing and funding the program in the 2005-07 biennium. OJD and PDSC report that they continue to make progress toward statewide

implementation of ACP. All courts have completed ACP training. All courts will have implemented the application component of the program by November 30, 2004, and all but four courts have implemented the contribution component. All courts will have completed implementation of ACP in criminal cases by early 2005. Pilot projects to implement ACP in juvenile delinquency and dependency cases in have begun in Multnomah, Linn, and Yamhill counties, with a planned rollout of ACP for juvenile cases in all courts in 2005. Agency budget requests will include the staffing and resources needed to complete the statewide implementation.

As previously reported, policy clarification and delays in implementation have resulted in a decrease in the projected 2003-05 General Fund reversion. In April, the estimated reversion to the General Fund was reduced from \$2 million to \$0.8 million. The agencies are now reporting that estimated expenditures are higher and revenues are lower than previously assumed. As a result, the net reversion has been reduced to \$0.4 million.

The Subcommittee recommended approval of the request.

Senator Dukes' motion carried with no objections voiced. Senators Schrader, Winters, Gordly and Harper excused.

7. Secretary of State

Senator Dukes moved that the Emergency Board increase the Federal Funds expenditure limitation established for the Secretary of State by section 10, chapter 64, Oregon Laws 2003, by \$3,200,000 for implementation of the Help America Vote Act.

The following is a summary of the request and Subcommittee (General) action:

Chapter 815, Oregon Laws 2001, directed the Secretary of State (SOS) to develop a centralized voter registration system. Federal legislation known as the Help America Vote Act (HAVA) was also signed into law on October 29, 2002. HAVA mandates various election reform efforts, including a centralized voter registration system. The Oregon Central Voter Registration system (OCVR) will support voter registrations as well as tasks associated with vote by mail and election management.

At the April 2004 meeting of the Joint Legislative Committee on Information Management and Technology (JLCIMT), SOS presented a project status report and introduced the newly selected project contractor, Saber Consulting. In the latest status report, SOS notes that project initiation and planning is complete, and that the project is ahead of schedule with prototyping and testing being performed simultaneously. InfoSentry Services has been hired to validate and verify user acceptance test results. Final acceptance testing is scheduled to occur in June 2006 following the 2006 Primary Election.

The 2003-05 legislatively adopted budget included \$7.32 million Federal Funds expenditure limitation for HAVA, but SOS now projects the need to expend \$10.52 million. The additional expenditures would allow the pilot project in six counties to begin sooner, provide additional equipment to counties to support the OCVR, and expand quality assurance to include security testing. SOS has the federal funds to support the expenditure limitation increase and no additional matching funds are required at this time.

The JLCIMT reviewed the report at its November 16 meeting and recommended that the Emergency Board approve the request for additional limitation.

The Subcommittee recommended approval of the request.

Senator Dukes' motion carried with no objections voiced. Senators Schrader, Winters, Gordly and Harper excused.

8. Secretary of State

Representative Miller moved that the Emergency Board allocate \$390,000 from the amount reserved in the Emergency Fund, established by section 1(1), chapter 710, Oregon Laws 2003, and allocate \$122,926 from the Emergency Fund, established by section 1(1), chapter 710, Oregon Laws 2003, to supplement the appropriation made to the Secretary of State by section 76, chapter 710, Oregon Laws 2003, for the publication and mailing of the 2004 General Election voters' pamphlet.

The following is a summary of the request and Subcommittee (General) action:

The Secretary of State (SOS) is required by statute to “cause the voters’ pamphlet to be mailed to each post-office mailing address in Oregon, and shall use any additional means of distribution necessary to make the pamphlet available to electors.” In June, Emergency Board allocated \$323,000 from the Emergency Fund to cover the initial expenditures for temporary staff and printing, established an Emergency Fund reservation of \$390,000, and directed SOS to return to the Emergency Board when the actual production, printing, and mailing costs were known.

The 2004 General Election voters’ pamphlet included two volumes, one for statewide measures, including more than 340 measure arguments, and one for candidates. SOS reports that the production of a second, smaller volume was less expensive than producing one larger volume and they were able to accommodate all of the counties wishing to jointly produce a local voters’ pamphlet with the state. The cost to produce the voters’ pamphlet was \$896,951.

The Subcommittee recommended the allocation of \$390,000 to SOS from the Emergency Fund reservation and an additional \$122,926 from the Emergency Fund for the publication and mailing of the 2004 General Election voters’ pamphlet. The recommendation is lower than the requested amount to recognize \$61,025 remaining in the SOS’ budget from the production of the 2004 Primary Election voters’ pamphlet.

Representative Miller's motion carried with no objections voiced. Senators Schrader, Winters, Gordly and Harper excused.

10. Department of Agriculture

Representative Butler moved that the Emergency Board increase the Federal Funds expenditure limitation established for the Department of Agriculture by section 4, chapter 708, Oregon Laws 2003, by \$980,000 for emergency funding made available during the Bovine Spongiform Encephalopathy outbreak, additional federal funding for the Department's base programs, and federal grants previously approved by the Emergency Board.

The following is a summary of the request and Subcommittee (General Government) action:

The Oregon Department of Agriculture (ODA) sought to increase its Federal Funds expenditure limitation by \$980,000. The Department’s request includes \$319,875 of expenditure limitation for two

federal grants previously authorized for application during the current biennium; \$111,270 to support animal disease surveillance and animal emergency management activities and \$208,605 to assist permitted Confined Animal Feed Operations in developing required Animal Waste Management Plans. The Department also requested \$198,528 in limitation to accommodate unplanned expenditures of Federal Funds used to address the Bovine Spongiform Encephalopathy (BSE), or Mad Cow disease, outbreak earlier this biennium.

ODA also requested a limitation increase of \$429,326 for carry-over monies from 2001-03 grants that were not expended last biennium. These monies were included for grants to address Johnes disease, Homeland Security funding for biosecurity measures to protect Oregon animals and crops, and funding for the USDA Organic Foods program. The remainder of the request is the net difference between what the Department forecast its base federally funded programs would receive during 2003-05 and what they have now either received or plan to receive during the remainder of the biennium.

The Subcommittee discussed the need for the increase and concerns over a recent case of BSE in an as yet unspecified location.

The Subcommittee recommended approval of the request.

Representative Butler's motion carried with no objections voiced. Senators Schrader, Winters, Gordly and Harper excused.

11. Department of Environmental Quality

Senator Dukes moved that the Emergency Board increase the Federal Funds expenditure limitation established for the Department of Environmental Quality by section 5(3), chapter 724, Oregon Laws 2003, Waste management and cleanup, by \$7,320,000 to accommodate additional funding for the McCormick and Baxter Superfund cleanup, additional federal funding for the Department's base programs, and federal grants previously approved by the Emergency Board.

The following is a summary of the request and Subcommittee (General Government) action:

The Department of Environmental Quality (DEQ) requested an increase to its Federal Funds expenditure limitation of \$7,320,000. This increase is necessary to allow the Land Quality program to expend additional federal resources not anticipated in the DEQ 2003-05 legislatively approved budget. The largest component of this requested increase is \$5 million in additional federal monies for completion of the McCormick and Baxter Superfund Cleanup project. The Department's 2003-05 legislatively adopted budget included approximately \$8.5 million in federal expenditure limitation for funding from the Environmental Protection Agency (EPA) to continue cleanup of the McCormick and Baxter site. In the fall of 2003, the Governor's Office negotiated for additional funding to complete cleanup of the superfund site. The initial installment of this additional EPA funding was about \$6 million, which the Department received authorization to expend at the January 2004 meeting of the Emergency Board. In September 2004, the EPA informed the Department of its intent to provide enough funding to complete the project before the end of the year. The total additional EPA funding is about \$6.5 million. DEQ anticipates it will expend \$5 million of these monies during the current biennium. The Department will request that the remaining \$1.5 million be included in its 2005-07 budget.

The Department has also received an additional \$1,665,000 in funding for three Land Quality base programs. DEQ received \$765,000 in additional funding for the cooperative agreement with the

U.S. Army for increased costs associated with startup operations at the Umatilla Chemical Agent Disposal Facility. The Department also received \$800,000 more than was anticipated for its Environmental Cleanup program, bringing total funding for the program to nearly \$2.5 million for 2003-05. In addition, DEQ received another \$100,000 from the Leaking Underground Storage Tank grant. This money will be used to cleanup more leaks at abandoned sites.

Finally, the Department requested the Federal Funds expenditure limitation be increased by \$655,000 to accommodate funding for federal grants previously approved by the Emergency Board, including \$400,000 to assess contamination in rural and/or economically distressed communities under EPA's Brownfields Assessment, Revolving Loan Fund, and Cleanup Grant Program.

The Subcommittee recommended approval of the request.

Senator Dukes' motion carried with no objections voiced. Senators Schrader, Winters, Gordly and Harper excused.

12. Department of Forestry

Senator Messerle moved that the Emergency Board allocate \$2,122,319 from the special purpose appropriation made to the Emergency Board by section 5(1), chapter 678, Oregon Laws 2003, to supplement the appropriation made to the Department of Forestry by section 1(2), chapter 678, Oregon Laws 2003, Protection from Fire, to pay costs associated with contracting for large air tankers and helicopters to supplement fire suppression resources for the 2004 fire season, and that the Department be directed to repay the General Fund when the remaining Federal Emergency Management Agency funds are received.

The following is a summary of the request and Subcommittee (General Government) action:

The 2003 Legislature approved a \$5.7 million special purpose appropriation to the Emergency Board for 2003-05 fire season costs. To date, the Emergency Board has allocated \$2,455,419, primarily for the 2003 fire season expenses. The Department of Forestry (ODF) reported to the Emergency Board in April 2004 on their action plan to address the serious fire danger situation facing the state. The Department reported that to keep the number of acres burned low in the 2004 fire season it would require contracting for a heavy air tanker, lead plane, helicopters, heavy equipment, engine crews, and fire-line hand crews; prepositioning them according to predictable threats; and attacking the fires aggressively when they occurred.

The total cost of all contracts, including the \$500,000 allocated in April 2004 by the Emergency Board, is \$3,955,933. Of this amount, \$1,066,859 has been identified by the Department for reimbursement by the Federal Emergency Management Agency (FEMA) for the 2004 fire season. The Department recently received \$229,512 in reimbursements from FEMA for the 2003 fire season pre-positioning costs. The Subcommittee reduced the Department's request by this amount. FEMA reimbursement of resources is contingent upon appeal of a rule in the FEMA fire management assistance grant program. If the Department prevails in its appeal of the rule, reimbursement is estimated to be received by November 2005.

The Department is presently considering contracting for two air tankers and one or two helicopters for the 2005 fire season. The Department does not anticipate any need to return to the Emergency Board for further severity funding prior to the new biennium. With the additional Other

Funds expenditure limitation, detailed in a separate request, the Department should be able to fight early season fires with their regular personnel and resources.

The Subcommittee recommended approval to allocate \$2,122,319 from the special purpose appropriation, with instructions.

Senator Messerle's motion carried with no objections voiced. Senators Schrader, Winters, Gordly and Harper excused.

13. Department of Forestry

Senator Dukes moved that the Emergency Board increase the Other Funds expenditure limitation established for the Department of Forestry by section 2(2), chapter 678, Oregon Laws 2003, Protection from Fire, by \$17,310,000 for program activities in the 2004 fire season, and requested the Department of Administrative Services to unschedule \$4,000,000 until the Department of Forestry demonstrates an actual need for the additional limitation.

The following is a summary of the request and Subcommittee (General Government) action:

The Legislature approved a budget of \$65.7 million in Other Funds expenditure limitation for the Protection from Fire Program. Historically, the Department's biennial base budget does not include expenditures for significant or extraordinary fire suppression activities given their unpredictable nature. While the 2004 fire season resulted in fewer numbers of fires and acres burned, there were significant fires that increased expenditures above the normal small-scale suppression operating costs. Extraordinary fire costs to date total over \$15 million. In addition, an unexpected late billing totaling \$4.3 million from the U.S. Forest Service for the Toolbox fire in 2002 was received and paid in the current biennium.

Based on normal operating expense projections through the end of the biennium, a shortfall of \$13 million is currently being projected. The Department is requesting an additional \$4 million to insure an adequate contingency limitation is available for potential large-scale or emergency fire suppression activities before the biennium is completed.

The Subcommittee recommended approval of the request.

Senator Dukes' motion carried with no objections voiced. Senators Schrader, Winters and Harper excused.

14. Department of Forestry

Senator Messerle moved that the Emergency Board acknowledge receipt of a quarterly report on the Harvest and Habitat modeling project to address concerns about optimal timber and harvest outputs on state-owned forests as well as report on current biennium harvest production levels.

The following is a summary of the request and Subcommittee (General Government) action:

As requested by budget note, the Department reports that the progress on the harvesting model for determining optimal timber and harvest outputs under the current forest management plan has reached the point that intermediate runs are now under way. Modeling includes data on harvest units,

inventory, and transportation plans. Concurrent to this effort is a habitat evaluation and the development of model run alternatives with less habitat impact. Additionally, two private contracts have been let. One identifies potential harvest units and access elements with the other creating new yield tables based on a range of harvesting prescriptions. While the project remains six to eight weeks behind schedule, the stipulated Spring 2005 completion date remains viable.

The Department's harvest activity level for fiscal year 2004 was 233 million board feet which was 10 million board feet or 4.5% above the identified activity range maximum of 223 million board feet. The approved sale plan volume for fiscal year 2005 is 220 million board feet which is three million board feet or 1.4% less than the activity range maximum. Projected fiscal year 2006 harvest levels are anticipated to be comparable to fiscal year 2005.

The Subcommittee recommended acknowledging receipt of the report.

Senator Messerle's motion carried with no objections voiced. Senators Schrader, Winters and Harper excused.

15. Department of Land Conservation and Development

Representative Butler moved that the Emergency Board allocate \$54,979 from the special purpose appropriation made to the Emergency Board by section 4(1)(a), chapter 681, Oregon Laws 2003, Operations, to supplement the appropriation made to the Department of Land Conservation and Development by section 1(1), chapter 681, Oregon Laws 2003, Operations, for operating costs, with instructions; allocate \$43,377 from the special purpose appropriation made to the Emergency Board by section 4(1)(b), chapter 681, Oregon Laws 2003, Grant programs, to supplement the appropriation made to the Department of Land Conservation and Development by section 1(2), chapter 681, Oregon Laws 2003, Grant programs, for grants to local jurisdictions; allocate \$6,317 from the special purpose appropriation made to the Emergency Board by section 4(1)(c), chapter 681, Oregon Laws 2003, Landowner notification, to supplement the appropriation made to the Department of Land Conservation and Development by section 1(3), chapter 681, Oregon Laws 2003, Landowner notification, for Measure 56 program costs; and acknowledge receipt of a report on the Department's progress on its legislatively approved biennial work plan.

The following is a summary of the request and Subcommittee (General Government) action:

The 2003 Legislative Assembly approved a budget note for the Department of Land Conservation and Development (DLCD) that requires it to report to the Emergency Board on progress toward implementing a legislatively approved 2003-05 work plan. The Assembly also reduced the agency's budget by \$375,000 General Fund and established three Emergency Board special purpose appropriations to be allocated upon DLCD's demonstration of reasonable progress. The special purpose appropriations consisted of \$275,612 for the Operations program, \$86,754 for the Grants program, and \$12,634 for the Landowner Notification program.

The work plan, developed by DLCD in response to concerns raised by the Natural Resources Subcommittee of the 2003 Joint Committee on Ways and Means, covers the following issues: improving agency budget and management accountability; changing the agency's regulatory culture; streamlining agency processes and examining reform options; and aligning the agency's strategic plan and performance measures.

The first report was due by January 2004, with the second due no later than November 2004. The agency was prepared to submit its first progress report in January, but the item was removed from the Emergency Board's agenda for consideration at a later date. The agency subsequently reported in April 2004, demonstrated reasonable progress, and received allocations of \$43,377 for the Grants program and \$6,317 for the Landowner Notification program. The Emergency Board directed the agency to use up to \$137,806 in vacancy savings in lieu of an allocation of the special purpose appropriation for its Operations program.

The agency reported that about 88% of the work plan's tasks have been completed, although some of these are of an ongoing nature. The remaining tasks are underway; none have been left unaddressed. The agency also reported it has been managing within its existing Operations budget and would not need the entire special purpose appropriation for that program.

The Subcommittee found that the agency made reasonable progress and recommended the following: allocation of \$54,979 from the special purpose appropriation for the Operations program, with a request to the Department of Administrative Services to unschedule up to \$26,000 General Fund for potential vacancy savings; allocation of \$43,377 from the special purpose appropriation for the Grants program; allocation of \$6,317 from the special purpose appropriation for the Landowner Notification program; and acknowledging receipt of the report.

Representative Butler's motion carried with no objections voiced. Representative Bates and Senators Schrader, Winters, Gordly, Harper and Courtney excused.

16. Department of State Lands and Department of Forestry

Senator Messerle moved that the Emergency Board acknowledge receipt of a report from the Department of State Lands and the Department of Forestry on the status of ongoing projects related to the management of Common School Fund forestlands, including the Elliott State Forest.

The following is a summary of the request and Subcommittee (General Government) action:

The 2003 Legislative Assembly approved a budget note for the Department of State Lands (DSL) requiring the agency to report to the Emergency Board on the development of two plans – the Elliott State Forest Management Plan (FMP) and the Habitat Conservation Plan (HCP) – as well as efforts to manage the Common School Fund forest land primarily to produce optimal timber and harvest outputs, subject to economic, environmental, and regulatory considerations. In addition, the agency was directed to report on efforts to keep forest land management costs within the range of costs for comparable lands managed for similar outcomes. This report was the second of two reports submitted jointly with the Department of Forestry (ODF). The first was submitted in April 2004.

The Subcommittee heard that both plans still are scheduled for completion by late 2005. DSL anticipates the HCP will receive federal approval by June 2006. The agency noted that the final decision to pursue the HCP will be made by the State Land Board, which is expected to consider the plan's benefit to the Common School Fund and consistency with the FMP.

The Subcommittee also heard that DSL and ODF have made progress in establishing reporting requirements regarding ODF's forest management charges assessed to the Common School Fund, but the agencies still are working on refining an interagency agreement. The agreement originally was expected to be completed by June 2004, but it has been delayed to early 2005 due to other workload issues.

The letter to the Emergency Board also referred to a budget note that instructs the two agencies to conduct a cost-benefit analysis of selling the Elliott State Forest and report the results to the 73rd Legislative Assembly. The agencies reported that a natural resource consulting firm has been selected to assist with the study. The Land Board will review the work in progress in December 2004. The Board has reiterated it has no intention of selling the land, but it will use the study results in other areas, such as development of DSL's Asset Management Plan and the review of the FMP.

The Subcommittee recommended acknowledging receipt of the report.

Senator Messerle's motion carried with no objections voiced. Representative Bates and Senators Schrader, Winters, Gordly, Harper and Courtney excused.

17. Department of State Lands

Senator Messerle moved that the Emergency Board approve, retroactively, the submission of a federal grant application by the Department of State Lands to the Cooperative Institute for Coastal and Estuarine Environmental Technology; approve the establishment of one limited duration position (0.17 FTE); and increase the Federal Funds expenditure limitation established for the Department of State Lands by section 2(2), chapter 701, Oregon Laws 2003, South Slough Estuarine Sanctuary operations, by \$27,000 for a grant project for summarizing and interpreting data collected by the five Pacific estuarine reserves, with the understanding that the Department of Administrative Services will unschedule the additional limitation until the Department of State Lands receives notification that the grant has been awarded and provides updated expenditure documentation to ensure the additional limitation still is needed.

The following is a summary of the request and Subcommittee (General Government) action:

The Department of State Lands (DSL) reported that the South Slough National Estuarine Research Reserve (SSNERR) previously submitted a grant application to the Cooperative Institute for Coastal and Estuarine Environmental Technology (CICEET). CICEET, established in 1997, is a partnership between the University of New Hampshire and the National Oceanic and Atmospheric Administration for the development and application of environmental technologies for monitoring, managing, and preventing contamination in estuaries and coastal waters.

Grant funds from CICEET would support a regional synthesis involving the summarization and interpretation of data currently collected by the five Pacific reserves. These include the SSNERR in Oregon, the Elkhorn Slough and Tijuana River reserves in California, the Padilla Bay reserve in Washington, and the Kachemak Bay reserve in Alaska. The data will be analyzed on an individual reserve basis as well as in the context of the Pacific bioregion as a whole.

Outcomes will include the dissemination of findings to a variety of users, including scientists, resource managers, and federal agencies. The project also will include analyzing the application of the data to specific coastal management issues involving the Oregon coast.

The Subcommittee heard that DSL met the requirements of previously notifying legislative leadership of the SSNERR's intent to apply. Initial announcement of the grant occurred after the September 2004 meeting of the Emergency Board. The deadline for submission of the grant application was October 29, 2004.

Based upon the March 2005 starting date for the grant activities, the Subcommittee recommended the establishment of one limited duration position (0.17 FTE) and an increase of \$27,000 in Federal Funds expenditure limitation, with the understanding the Department of Administrative Services will unschedule this amount until DSL receives notification that the grant application has been approved by CICEET and the agency demonstrates the need for the additional limitation. The Subcommittee also recommended approving, retroactively, DSL's request for authority to submit the grant application.

Senator Messerle's motion carried with no objections voiced. Senators Schrader, Winters Harper excused.

18. Department of State Lands

Representative Miller moved that the Emergency Board acknowledge receipt of a report from the Department of State Lands on progress made by the agency in implementing its biennial work plan and request the Department of Administrative Services to reschedule \$375,000 Other Funds expenditure limitation based upon demonstration of reasonable progress on work plan implementation.

The following is a summary of the request and Subcommittee (General Government) action:

The 2003 Legislative Assembly approved a budget note for the Department of State Lands (DSL) that requires the agency to report to the Emergency Board on progress toward implementing a legislatively approved 2003-05 work plan. The Assembly also requested the Department of Administrative Services (DAS) to unschedule \$750,000 Other Funds expenditure limitation until DSL demonstrated progress on the plan. DSL first reported to the Emergency Board in January 2004. As a result of the progress the agency had made at that point, the Board requested DAS to reschedule \$375,000 Other Funds expenditure limitation. DSL submitted its second progress report as directed by the budget note and requested the remaining \$375,000 be rescheduled.

The work plan, developed by DSL in response to concerns raised by the Natural Resources Subcommittee of the 2003 Joint Committee on Ways and Means and modified by the Subcommittee, covers the following issues: customer service and outreach; removal-fill streamlining; economic stimulus (industrial lands and transportation projects); waterway leasing; filled lands; sand and gravel leasing; the Elliott State Forest; and the South Slough National Estuarine Research Reserve.

The agency has submitted a document that includes the approved work plan as well as summary and detailed information on progress to date. Highlights of the report include the following:

- Of the 59 tasks in the work plan, 66% are done, with most of the remaining tasks in process and targeted for completion this biennium. The agency modified the timelines for several actions, but it expects to complete all but one of these this biennium.
- Two areas in particular – removal-fill streamlining as well as sand and gravel leasing – have required a modification of timelines or strategies due to external influences such as public input and federal government actions.
- One action – review of the agency's strategic plan – has been delayed until the fall of 2005 to allow incorporation of any necessary changes as a result of the upcoming legislative session.
- One area has seen no progress. The portion of the work plan relating to filled lands required additional fiscal resources that were not included in DSL's 2003-05 legislatively adopted budget and this part of the work plan was not approved by the Legislative Assembly. However, as noted in the agency's report, it has attempted to address some of the basic legal issues to be settled by

seeking advice from the Attorney General. This advice is expected to be available prior to the 2005 legislative session.

Having found that the agency demonstrated reasonable progress in implementing the work plan, the Subcommittee recommended acknowledging receipt of the report and requesting DAS to reschedule \$375,000 Other Funds expenditure limitation for DSL's budget.

Representative Miller's motion carried with no objections voiced. Senators Schrader, Dukes, Winters and Harper excused.

19. Department of Transportation

Senator Morse moved that the Emergency Board acknowledge receipt of a report from the Oregon Department of Transportation on access management performance, and approve converting five limited duration positions to permanent status, with instructions to present the performance measures to the Joint Committee on Ways and Means during the agency's 2005 budget presentation.

The following is a summary of the request and Subcommittee (Education) action:

The Legislature directed the Department of Transportation (ODOT) through a budget note to "report on it's performance in reducing the amount of time it takes to issue an access permit, increase the number of decisions that can be made in the field and steps taken to integrate the review process with local government reviews...." The Legislature supported the establishment of five limited duration positions for 18 months to add a resource to each of the five departmental regions to address performance issues.

ODOT has provided a report describing actions taken by the Department to improve performance in the access permitting process, as well as results from two survey instruments in an effort to measure customer satisfaction among permit applications and local governments. Survey results were generally more positive than negative, but a number of survey responses revealed areas for improvements. The Department noted that the surveys revealed some regional differences on issues involving customer service and satisfaction among local governments. As a result of the survey responses, the Department has compiled an action plan to continue improving its access management permitting services.

The Department has had some difficulty filling the limited duration positions authorized by the Legislature partly due to the limited duration status and partly due to competing needs with consulting firms for professional engineers. The Department is requesting these five positions be converted to permanent status. While the positions have not been filled long enough to have contributed significantly to improvements in the process, the Department expects these positions to be a key factor in working with local governments in the development review processes, supporting development of long-term access management plans, working on project delivery teams to address access management issues, and supporting Permit Specialists and Regional Access Management Engineering with a growing workload. The Department believes that these positions are needed for ongoing work into future biennia and that the temporary nature of the positions has made it difficult to recruit in the current market for qualified applicants. Changing the status to permanent will address both issues.

The Subcommittee recommended approval of the request.

Senator Morse's motion carried with no objections voiced. Representative Butler and Senators Schrader, Dukes, Winters and Harper excused.

21. Department of Transportation

Senator Gordly moved that the Emergency Board increase the Other Funds expenditure limitation established for the Oregon Department of Transportation by section 81(15), chapter 710, Oregon Laws 2003, Rail Program, by \$524,080 for bond issuance costs related to the sale of lottery bonds for industrial rail spurs, short line rail, and the South Metro Commuter Rail project.

The following is a summary of the request and Subcommittee (Education) action:

The 2003 Legislature authorized the sale of \$45.2 million in lottery bonds for industrial rail spurs, short line rail, and the South Metro Commuter Rail project. The authorization includes an additional amount to pay bond-related costs. Bond-related costs include debt service and the cost to issue the bonds. Because the lottery bond bill was one of the last measures to be acted on by the Legislature, the legislatively adopted budget included the Lottery Funds for debt service but not the expenditure limitation necessary to cover all Other Funds bond issuance costs. In order for the Department to move ahead with the February bond sale, an additional \$524,080 Other Funds expenditure limitation is required to cover the remaining bond issuance costs.

The Subcommittee recommended approval of the request.

Senator Gordly's motion carried with no objections voiced. Senators Schrader, Dukes, Winters and Harper excused.

23. Department of Transportation

Representative Morgan moved that the Emergency Board acknowledge receipt of a report on the Oregon Department of Transportation Highway Division reorganization costs.

The following is a summary of the request and Subcommittee (Education) action:

The Oregon Department of Transportation (ODOT) reported to the Emergency Board in January 2004 on activities relating to organizational changes in the Highway Division that will facilitate implementation of the Oregon Transportation Investment Act of 2003. ODOT reported that focusing on shifting more engineering work to the private sector required a realignment of resources that would likely result in reclassification of some positions, transferring responsibility and resources to the regions in proportion to each region's project load, and leasing additional office space. The Emergency Board directed the Department to report on the costs of the reorganization and the exceptions approved by the Department of Administrative Services (DAS) to the administrative restrictions imposed by DAS in July 2003.

Costs associated with the realignment of resources included building and facility modifications; entering into long term leases; purchasing system furniture, computers, and telecommunications equipment; and moving and training costs. The Department reports the total estimated cost to be \$1.8 million, which does not include the cost of personnel shifts and reclassifications. The 10-year lease in Region 3 will total \$1.3 million over the term of the lease, averaging \$239,914 per biennium. The 27-month lease in Region 4 will cost \$116,354 over the term of the lease and will cost \$103,430 for the

2005-07 biennium. One time costs relating to facility remodel, moving, training, and furniture and equipment purchases were \$1.5 million.

DAS approved 39 exceptions to the administrative restrictions on hiring and promotions to accommodate the reorganization which included working out of classification pay adjustments; hiring at starting salary above step 4; two step salary increases upon promotion or reclassification; and adding a professional engineer pay differential in the base pay computation.

The Subcommittee recommended acknowledging receipt of the report.

Representative Morgan's motion carried with no objections voiced. Senators Schrader, Dukes, Winters and Harper excused.

25. Board of Licensed Professional Counselors and Therapists

Representative Morgan moved that the Emergency Board defer action on the request to increase the Other Funds expenditure limitation to fund enforcement activities and computer consultation, and direct the agency to return to the January 2005 meeting of the Emergency Board, with instructions.

The following is a summary of the request and Subcommittee (Education) action:

As of September 30, 2004, the Board of Licensed Professional Counselors and Therapists had spent 73% of its approved budget. The remaining balance is only enough to cover basic operations for the remainder of the biennium. Without an expenditure limitation increase, the Board may have to suspend most, if not all, complaint investigations.

This is the Board's second request in seven months for an expenditure limitation increase to fund enforcement activities. At the time of the Subcommittee meeting, the Legislative Fiscal Office's questions regarding expenditures to-date and projected revenue and expenditures had not been fully answered.

The Subcommittee recommended that the request be denied, with instructions that the Board meet with the Legislative Fiscal Office and Department of Administrative Services to discuss financial management and control issues, computer system issues, Attorney General Office expenditures, the viability of a projected licensure increase – including how the agency will respond if the increase does not materialize, and develop a recommendation that will get the agency through the end of the biennium without jeopardizing public safety.

The agency has committed to continue enforcement activities until the Emergency Board takes action in January.

Representative Morgan's motion carried with no objections voiced. Senators Schrader, Winters, Harper and Courtney excused.

27. Bureau of Labor and Industries

Representative Hansen moved that the Emergency Board acknowledge receipt of a report from the Bureau of Labor and Industries on a potential shortfall in the Wage Security Fund.

The following is a summary of the request and Subcommittee (Education) action:

The Wage Security Fund is established in statute. Three one-hundredths of a percent of payroll taxes are deposited to the Fund in the second calendar quarter of each odd-numbered year. The Fund is used to pay employees when companies fail and default on final wages. Employees can receive up to \$4,000 from the Fund.

The Bureau of Labor and Industries (BOLI) notified the Emergency Board of a potential shortfall in the Fund. There are three primary causes for this shortfall: (1) the 2003 Legislature directed that \$2 million be transferred from the ending balance to the General Fund to partially offset the shortfall in State revenues; the funds will be transferred on January 1, 2005; (2) claims against the Fund rose by 95% in 2003-04; the increased claims were primarily a result of the closure of two large hospitals in the Portland area, which cost the Fund almost \$1 million; and (3) the revenues available to the Fund are almost \$500,000 below the 2003-05 estimates due to Oregon's unemployment rate, which resulted in lower payroll taxes.

BOLI advised the Emergency Board of this situation in preparation for a potential request to the Emergency Board in January 2005. While the total amount of the gap is not known at this time, BOLI may need to request as much as \$500,000 from the Emergency Board in order to continue making final wage payments until the Employment Department transfers additional funds in June 2005.

The Subcommittee recommended acknowledging receipt of the report.

Representative Hansen's motion carried with no objections voiced. Senators Schrader, Winters, Harper and Courtney excused.

29. Department of Administrative Services

Representative Bates moved that the Emergency Board increase the Federal Funds expenditure limitation established for the Department of Administrative Services by the Emergency Board at its meeting on November 7, 2003, by \$97,000 for the Office of Oregon Health Policy and Research to use federal grant funds for expanded review and assessment of healthcare access and safety net issues in the state.

The following is a summary of the request and Subcommittee (Human Services) action:

In June, the Emergency Board permitted the Department's Office for Oregon Health Policy and Research to apply for a federal grant in the amount of \$156,000. The grant request was for funding to expand on the Office's review of healthcare access and safety net issues statewide, including a more formal assessment of the current safety net system. The Department was awarded the grant and is now requesting \$130,000 additional Federal Funds expenditure limitation for the portion of the grant funds it expected to expend this biennium.

After additional review of the project effort and timelines, the Office now expects to use \$97,000 of the grant funds this biennium, instead of the \$130,000 requested, and will include Federal Funds expenditure limitation for the grant balance of \$59,000 in its budget request for the 2005-07.

The Subcommittee recommended increasing the Federal Funds expenditure limitation by \$97,000 instead of the \$130,000 originally requested.

Representative Bates' motion carried with no objections voiced. Senators Schrader, Winters and Harper excused.

30. Department of Administrative Services

Representative Bates moved that the Emergency Board allocate \$9,000,000 from the special purpose appropriation made to the Emergency Board by section 2, chapter 710, Oregon Laws 2003, to supplement the appropriations made by various sections and chapters, Oregon Laws 2003, and increase Other Funds, Federal Funds, and Lottery Funds expenditure limitations established by the sections and chapters, Oregon Laws 2003, per the attached schedule, to fund state employee health benefit plan changes for the 2003-05 biennium.

The following is a summary of the request and Subcommittee (Human Services) action:

The Department of Administrative Services requested the Emergency Board to allocate \$9,000,000 from the special purpose appropriation to the Emergency Board and to increase Other Funds, Federal Funds, and Lottery Funds expenditure limitations to fund state employee health benefit plan changes for the 2003-05 biennium.

The 2003 Legislative Assembly appropriated \$9 million General Fund to the Emergency Board for the increased cost of state employee health insurance premiums during the 2003-05 budget period. At that time, conservative estimates indicated that the total 2003-05 unbudgeted General Fund costs would be more than double this \$9 million amount, so the Public Employees Benefit Board committed to transfer up to \$15 million in one-time revenue out of its Stabilization Fund to agencies to help subsidize the unbudgeted General Fund costs of 2003-05 employee health insurance premiums, making \$24 million in total funds available for these expenses.

The actual 2003-05 General Fund unbudgeted cost for health insurance premium increases, based on the PEBB contracts, is now projected to be \$25.9 million. As such, even with allocation of the \$9 million, General Fund agencies would be required to absorb approximately \$1.9 million or 7.43% of the 2003-05 costs.

At the September 2004 meeting, the Emergency Board deferred action on the plan, with the understanding that there was an intention to meet the funding need at the November 2004 meeting of the Emergency Board, when additional information would be available from PEBB on cost drivers, cost containment strategies, and priorities for the remaining Stabilization Fund revenue.

The Subcommittee discussed the plan; the additional PEBB information; the need for additional discussions on health insurance costs and options; and recommended that the Emergency Board provide the requested funds and expenditure authority.

Representative Bates' motion carried with no objections voiced. Senators Schrader, Winters and Harper excused.

34. Oregon Liquor Control Commission

Representative Butler moved that the Emergency Board increase the Other Funds expenditure limitation established for the Oregon Liquor Control Commission, by section 1(2), chapter 718, Oregon Laws 2003, Agents' Compensation, by \$3,552,000 for an increase in agent compensation.

The following is a summary of the request and Subcommittee (General Government) action:

The Oregon Liquor Control Commission appoints agents to operate liquor stores for the State of Oregon. Agents are compensated by a percentage of the sales volume the liquor stores produce. The 2003-05 legislatively adopted budget established an expenditure limitation of \$49,832,458 based on forecasted sales of \$561 million, resulting in a 8.88% compensation rate.

Actual sales for the first 13 months of this biennium are higher than forecasted. The agency now estimates sales for the biennium will reach \$600 million. The Commission attributes the increase in sales volume to the availability of more convenient purchasing methods via credit and debit cards, consumer preference for higher priced products, and an aggressive marketing strategy by distillers of new products that appeal to new segments of the population. Maintaining agent compensation at the 8.88% level, results in the need for a \$3.5 million increase in limitation over the current budget. With the additional expenditure limitation, the total budget will be \$53,384,458, which is 19% higher than the 2001-03 biennium.

The Subcommittee recommended approval of the request.

Representative Butler's motion carried with no objections voiced. Senators Schrader, Winters and Harper excused.

35. Public Employees Retirement System

Representative Butler moved that the Emergency Board approve the establishment of three limited duration positions (0.75 FTE), and request the Department of Administrative Services to reschedule \$2,096,362 Other Funds expenditure limitation for the Public Employees Retirement System, to begin the conversion of the existing Retirement Information Management System to the new *j-Clarety* system.

The following is a summary of the request and Subcommittee (General Government) action:

The Public Employees Retirement System (PERS) previously identified a strategy to deal with its deteriorating Retirement Information Management System (RIMS). That strategy is to convert RIMS functionality to the *j-Clarety* system that PERS acquired to implement the provisions of HB 2020, the Oregon Public Service Retirement Plan. PERS is requesting an additional \$2,096,362 Other Funds expenditure limitation and three limited duration positions (0.75 FTE) to carry the project through to the end of the biennium. The PERS Board reviewed and approved this request for submission to the Emergency Board and the Joint Legislative Committee on Information Management and Technology (JLCIMT).

The entire conversion is planned for completion during the 2007-09 biennium. The total estimated cost is \$27.5 million. PERS will include funding for project costs in its future biennial budget requests and no longer intends to return piece-meal to the Emergency Board for expenditure limitation. The request was for three limited duration positions to backfill three persons that have been assigned to the conversion project, additional data processing costs, and contract professional services. The effort will be directed to developing technical interfaces between RIMS and *jClarety*. Once those interfaces have been developed, the next stage will be to convert the various RIMS operating functions to *jClarety*.

PERS has existing unscheduled expenditure limitation sufficient for purposes of this request. The JLCIMT reviewed the request and recommended that the Emergency Board request the Department of Administrative Services (DAS) to reschedule the amount requested instead of providing additional limitation. That Committee also recommended approval for the three limited duration positions requested.

The Subcommittee concurred with the JLCIMT and recommended approval of the three limited duration positions and that the Emergency Board request DAS to reschedule the Other Funds expenditure limitation.

Representative Butler's motion carried with no objections voiced. Senators Schrader, Winters and Harper excused.

36. Racing Commission

Representative Butler moved that the Emergency Board increase the Other Funds expenditure limitation established for the Racing Commission by section 1, chapter 440, Oregon Laws 2003, by \$900,000 for expenditures from the Racing Development Fund created by higher than anticipated revenue from the tax on pari-mutuel wagers placed through Multi-jurisdictional Simulcasting and Interactive Wagering Totalizer Hubs located in Oregon.

The following is a summary of the request and Subcommittee (General Government) action:

The 1997 Legislature authorized the establishment of wagering hubs in Oregon and provided for a tax on gross wagering receipts. One-third of the revenue generated by this tax is transferred to the General Fund. The remaining two-thirds are deposited in the Racing Development Fund to be used by the Commission for the benefit of the Oregon racing industry.

The Commission has seen a significant increase in receipts from wagers placed through Hubs located in Oregon. The Commission has already allocated the \$823,333 it is authorized to expend in 2003-05 to promote Oregon racing and requested authority to expend an additional \$900,000 from increased tax revenue. This would bring the total amount of Hub revenue spent to promote the state's racing industry during the 2003-05 biennium to over \$1.7 million. In addition, the higher tax revenue will help increase the General Fund transfer by \$1.2 million more than was forecast for 2003-05.

The Subcommittee recommended approval of the request.

Representative Butler's motion carried with no objections voiced. Senators Schrader, Winters and Harper excused.

37. Department of Revenue

Representative Miller moved that the Emergency Board increase the Other Funds expenditure limitation established for the Department of Revenue by section 5, chapter 497, Oregon Laws 2003, by \$1,500,000 to continue development of a digital base map system to be used in the property tax system.

The following is a summary of the request and Subcommittee (General Government) action:

In 1999, the Legislature directed the Department of Revenue to “develop a base map system to facilitate and improve the administration of the ad valorem property tax system.” Dubbed “ORMAP,” the system is financed by a recording fee of \$1 per document. The recording fee receipts are deposited into a separate Oregon Land Information System Fund which is used to provide grants to the 36 counties for projects to develop the statewide property mapping system. The Department is requesting \$1,500,000 additional Other Funds expenditure limitation to fund county grant requests.

Expenditures for ORMAP have been less than the funds available, resulting in a growing fund balance. This biennium, however, demand for grants from the counties far exceeds the \$1,863,000 Other Funds expenditure limitation provided in the Department’s operating budget. County business plans call for expenditures that would exceed the current expenditure limitation by about \$1.5 million. As the project gains momentum, the Department would like to provide funding to continue system development according to the county business plans. There is sufficient cash in the fund to accommodate the increased expenditure limitation. The increase will enable the project to continue as the 1999 Legislature directed.

The Subcommittee recommended approval of the request.

Representative Miller’s motion carried with no objections voiced. Senators Schrader, Winters and Harper excused.

38. Department of Revenue

Representative Miller moved that the Emergency Board allocate \$5,000,000 from the Emergency Fund established by section 1(1), chapter 710, Oregon Laws 2003, to supplement the appropriation made to the Department of Revenue by section 1, chapter 497, Oregon Laws 2003, to support operations through the beginning of calendar year 2005.

The following is a summary of the request and Subcommittee (General Government) action:

During the 2003 legislative session, the Department estimated that an additional investment of \$5 million toward cigarette and other tobacco tax compliance efforts would yield additional tax revenues of \$30 million from these sources. The Legislature responded by allowing the Department to keep the first \$20 million of cigarette tax and \$10 million of other tobacco tax revenues over the close-of-session forecast. The Legislature reduced the Department’s General Fund appropriation by \$25 million and increased its Other Funds expenditure limitation by \$30 million to replace the General Fund and pay for the increased compliance efforts.

Cigarette tax collections are not meeting the close-of-session forecast. The September 2004 Revenue Forecast has total cigarette tax collections forecasted at \$25.6 million less than the close-of-session forecast. The other tobacco tax collections, however, are expected to come in as originally expected by the Department. The net result is the Department of Revenue faces a funding shortfall of \$20 million this biennium.

In the spring of this year, it became apparent that the cigarette tax collections would not meet estimates and the Department began cost saving measures to help mitigate the problem. The total expected savings from these measures is \$5 million. This still leaves the Department’s budget \$15 million short of its operating needs. The Department requested \$10 million from the Emergency Fund, with the expectation that the balance will be addressed during the 2005 legislative session. Absent any funding by the Emergency Board, the Department will have to begin closing its doors and laying off staff in January 2005.

Due to potential demands on the Emergency Fund, the Subcommittee recommended that the Emergency Board allocate \$5 million from the general purpose Emergency Fund. This action enabled the Department to continue operations through the beginning of the year and return to the Emergency Board in January with a request for additional funds.

The Subcommittee recommended approval of the request.

The following Committee discussion occurred:

Representative Minnis commented that she expected further information from, and communications with, the Department of Revenue on this matter before the next meeting of the Emergency Board.

Representative Miller's motion carried with no objections voiced. Senators Schrader, Winters and Harper excused.

39. Department of Community Colleges and Workforce Development

Senator Gordly moved that the Emergency Board approve the submission of federal grant applications by the Department of Community Colleges and Workforce Development to the U.S. Department of Labor for a total of \$1,000,000 of Workforce Investment Act Demonstration Grant funds, to support innovative workforce development and education activities, with the understanding that if grant funds are awarded the Department will return to the Emergency Board in January 2005 to request an increase in its Federal Funds expenditure limitation, and will report, with the assistance of the Economic and Community Development Department, on cluster analysis and on how it will use the grant funds to advance workforce training and economic development.

The following is a summary of the request and Subcommittee (Education) action:

The Department of Community Colleges and Workforce Development requested authority to apply for federal grants from the U.S. Department of Labor, and requested a Federal Funds expenditure limitation increase to allow grant funds to be spent. The purpose of these grants is to improve workforce training services. If the grant funds are awarded, the Department will contract with one or more consultants to identify appropriate industry clusters in each of the state's workforce regions. The consultants will also develop strategies to train workers for employment in the identified industry clusters, and provide training and technical assistance to local Workforce Response Teams. If the grant amount is sufficient, funds will also be transferred directly to local Workforce Response Teams to help implement these strategies.

The project will be funded entirely with Federal Funds. There is no General Fund match required either now or in the future, and no additional state employees will be hired.

The Subcommittee modified the Legislative Fiscal Office recommendation, and recommended that the Emergency Board authorize the grant application, but delay increasing the agency's expenditure limitation until January, when the agency will report in more detail on how the grant funds would be used.

The following Committee discussion occurred:

Representative Knopp declared a potential conflict of interest, stating that he is an employee of the U.S. Department of Labor, the grantor agency.

Senator Gordly's motion carried with no objections voiced. Senators Schrader, Winters and Harper excused.

44. Department of Human Services

Representative Bates moved that the Emergency Board authorize transfers of General Fund appropriations, Other Funds, and Federal Funds expenditure limitations; approve a net increase of \$33,486,476 Other Funds; acknowledge an increase of \$6,904,640 Nonlimited Federal Funds; and authorize position adjustments with a net increase of 74 positions (25.90 FTE); to rebalance the Department of Human Services budget for the 2003-05 biennium, per the attached schedule; request the Department of Administrative Services to unschedule \$2,720,010 General Fund within the Seniors and People with Disabilities budget; and direct the agency to return to the Emergency Board in January 2005 with a report on potential changes to Oregon Health Plan Standard program premiums.

The following is a summary of the request and Subcommittee (Human Services) action:

The Department of Human Services' (DHS) November 2004 proposed rebalance plan called for transfers of General Fund within the Department as well as various expenditure limitation and position changes to adjust for changes in caseloads, costs and revenues among DHS budget clusters. The Department balanced within its existing General Fund resources despite a \$25 million General Fund caseload increase within the Oregon Health Plan and a \$19 million anticipated reduction in Tobacco Tax revenue.

The plan proposed several program enhancements —the purchase of laptop computers for Area Agencies on Aging, a rate increase to Providence Elder Place, a policy modification that would provide additional services to some persons with developmental disabilities under the Staley Settlement Agreement, and a one-time addition to the Family Support Services program. The Department also proposed to eliminate required premiums for persons with incomes up to 10% of the Federal Poverty Level who are now served in the Oregon Health Plan Standard program.

The Subcommittee recommended approval of the budget adjustments needed to implement the Department's rebalance plan with several small additional adjustments offered by the Legislative Fiscal Office and a \$11.7 million reduction in Federal Funds expenditure limitation in Health Services; asking DAS to unschedule \$2.7 million General Fund within the Seniors and People with Disabilities budget from rebalance savings from revised cost estimates for the Staley Settlement Agreement; and deferring action on the \$250,000 one-time addition to the Family Support Services program.

The Subcommittee did not have a recommendation concerning the OHP Standard premium policy; instead it recommended that DHS return to the Emergency Board in January 2005 with a report on this proposed policy change.

A report to the Emergency Board described the overcrowding at the Oregon State Hospital resulting from a rising forensics census. The Subcommittee considered proposals to temporarily deal with this overcrowding and recommended that DHS use \$467,436 General Fund from other rebalance plan savings to develop 75 community-based placements for forensic patients who are safely able to be conditionally released from the Oregon State Hospital, and to study the hospital's role within the

state's overall mental health system. The funding includes three positions to help develop the placements.

The following Committee discussion occurred:

Representative Bates said that the Subcommittee had spent considerable time on the DHS rebalance. He pointed out that the Subcommittee's deliberations were bi-partisan and that he was proud of the Subcommittee's work. In light of *The Oregonian* article on the Oregon Health Plan (OHP) Standard premium policy, however, he said he felt he must have not been in the same meeting as *The Oregonian* was describing. He explained that in the field of medicine, the first precept is "to do no harm." He said that what the Subcommittee had heard from the DHS director was that if the Subcommittee had chosen to eliminate OHP Standard premiums for persons within incomes up to 10% of the federal poverty level, then 250 to 350 other persons would lose health care coverage. Representative Bates asserted that these persons would then seek health care from hospitals. Moreover, he stated that the Subcommittee did not believe the policy change would have an immediate positive impact. He said that the Subcommittee was facing a dilemma. On the one hand, the Subcommittee was being told that the beneficiaries of this policy change were already having their premiums paid for, but that 250 other persons would lose health care coverage. Representative Bates indicated that he could not go ahead with the policy change and that the Subcommittee deferred action on this proposed policy change until January when more information would be available. Representative Bates indicated he had been given conflicting information. What he knew now, he said, was that those premiums were being paid and those persons are not at risk of losing coverage, but that 250 other persons would be at risk. Representative Bates said he understood Representative Doyle's concern that the Emergency Board, if it concurred with this policy change, would be moving in a different direction than the Legislature had already prescribed during the last session. Representative Bates concluded by saying that the action being recommended by the Subcommittee was appropriate.

Representative Doyle said he felt that the Subcommittee's work was some of the best work they had done all session long. He indicated that the Subcommittee had worked together as a team, had a good exchange with the agency and the Legislative Fiscal Office, and accomplished a great deal. He discussed two issues related to the rebalance—the OHP Standard premium issue and the Oregon State hospital forensic census. Representative Doyle said that in addition to the points Representative Bates made, he noted that Oregon had been told by the Centers for Medicare and Medicaid Services (CMS) at the end of the last regular session that there would be no more waivers. He added that the policy change would require a waiver change and that the DHS director had said this would take a couple of months to get approval but that the Legislative Fiscal Office (LFO) had indicated it would take longer than that. He stated that the Subcommittee would be surprised if Oregon could get a waiver approval before the end of the 2003-05 biennium. When the Subcommittee put all these considerations together, Representative Doyle said, it was difficult to know what the immediate impact of changing premium policy would be—especially given that 250 people would lose coverage. He felt the Subcommittee's actions were reasonable to ask the agency to provide more information at the January meeting of the Emergency Board.

Representative Doyle said that the leadership offices had both done some good work on the Oregon State Hospital forensic census issues. At first, he pointed out, one of proposals to provide immediate forensic census relief was to develop eight new beds in a Portland hospital for \$720,000. Through the diligence of the President's and Speaker's offices, he added, the Emergency Board was able to find 75 beds to transition persons from the Oregon State Hospital into the community at a much lower cost. He said that once Emergency Board members understood the proposal and gave LFO the information it needed to ask questions, it was less difficult to come up with solutions. He indicated

that the 75 beds, after they were developed, would provide the immediate forensic census relief everyone sought. Representative Doyle concluded by saying he shared Representative Bates' comments on working well with each other through some difficult times.

Senator Gordly asked where Oregon stood legally on the issue of premiums. Representative Bates answered that this was not discussed by the Subcommittee and he deferred to LFO staff for the answer. Staff said that Oregon could and does impose premiums on its OHP Standard population. Staff noted that a court case, known as *Spry v Thompson*, had challenged Oregon's use of premiums and co-pays. The court ruled that Oregon could not impose the level of co-pays for the Standard population but could impose premiums.

Senator Gordly referred to *The Oregonian* editorial on OHP Standard premiums. She indicated that there was a reference made to persons with \$77/month income who would no longer have their health plan covered. She asked Representative Bates if this was the action the Subcommittee was recommending.

Representative Bates replied that it was not the action the Subcommittee was recommending. He said that outside groups such as hospitals are paying the premiums. He observed that if the new policy had been approved, that nothing would immediately have happened because he had never seen any waiver approval occur faster than six months. Some waiver changes, he noted, require up to a year for approval. The 250 people who would lose coverage, he said, are real. *The Oregonian's* title for the editorial was "Brother Can You Spare \$6?" Representative Bates said that apparently the answer to that is "yes." The persons who would lose coverage, he stated, were also poor. He concluded by saying that *The Oregonian* did not get this story right and the Emergency Board was trying to help persons rather than hurt them.

Senator Gordly stated her appreciation for Representative Bates' clarifying comments. She said that it was important to refute any information that was wrong.

Senator Courtney said that he had chaired the Subcommittee meeting and had some remarks. He indicated that the Subcommittee had a difficult assignment and that all had been going well until they reached the issue of OHP Standard premiums. He said that Representative Doyle had been very clear that, as a legislature, a decision had been made during the last regular session that the Emergency Board might wrongly overturn. Then, Senator Courtney read part of the LFO analysis. "According to DHS, 250 to 350 people might lose health coverage. The goal of the policy is to shift more coverage toward those with lower income." Senator Courtney stated that everyone was struggling to find coverage for more people. The Subcommittee then heard from the Director of DHS, he said, who indicated that the premiums were being paid by non-profits. If that was the case, he wondered, then why would changing the policy make any difference? It was very confusing, he said. Nonetheless, the Subcommittee settled on a reconsideration of this issue in January when more information is available. Senator Courtney stated that he wants to know whether all persons are getting their premiums paid for by third parties or just some of them. He said that the Subcommittee had decided to defer consideration of the issue until January, not just ignore the issue. Senator Courtney said that *The Oregonian* article had "winged" the Emergency Board, but nonetheless, that he stood by the decision. He reminded members what Representative Bates said, "first, do no harm."

Senator Gordly said she hoped leadership would visit with *The Oregonian* editorial board to get the story straight.

Representative Bates' motion carried with no objections voiced. Senators Schrader, Dukes, Winters and Harper excused.

46. Department of Human Services

Representative Scott moved that the Emergency Board acknowledge receipt of a report on Oregon Project Independence (OPI) fees and the feasibility of matching some OPI expenditures with federal Medicaid revenue.

The following is a summary of the request and Subcommittee (Human Services) action:

The budget report for HB 5030, the Department of Human Services (DHS) 2003-05 budget bill, included a budget note that directed DHS to collect documentation from Area Agencies on Aging (AAAs) on OPI fees and report to the Emergency Board. An additional budget note directed DHS to work with AAAs to determine whether certain uses of OPI administrative funds are eligible to be matched with federal Medicaid.

The report provides a brief history of OPI, client information for the 2004 state fiscal year, fee information, a listing of typical OPI services, and a discussion of efforts to assess the feasibility of matching some OPI expenditures with federal Medicaid match. For the 2004 state fiscal year, OPI served 2,213 clients at a monthly cost of \$109/client. Area agencies collected \$136,642 in fees during the year. DHS reports a decline in both the number of OPI clients who are required to pay fees as well as total fee revenue compared with the 2003 state fiscal year.

To assess the viability of matching some OPI expenditures with federal Medicaid, DHS formed a workgroup with AAA directors and advocates. The group determined that the required documentation to obtain Medicaid match was cost-prohibitive.

Representative Scott's motion carried with no objections voiced. Representatives Hansen and Minnis and Senators Schrader, Winters and Harper excused.

47. Department of Human Services

Representative Doyle moved that the Emergency Board acknowledge receipt of a report on changes to the children's mental health system.

The following is a summary of the request and Subcommittee (Human Services) action:

The budget report for HB 5030, the Department of Human Services (DHS) 2003-05 budget bill, included a budget note that directed DHS to make significant changes to the children's mental health system and to provide regular updates on those changes to the Emergency Board. Last June, DHS provided a report to the Emergency Board and was directed to return to the November 2004 meeting of the Emergency Board with another update.

DHS reports that its children's mental health stakeholder workgroup met two times between June 2004 and November 2004. In addition, the DHS Office of Mental Health and Addiction Services (OMHAS) held 13 sub-committee meetings. The Department also held a conference on October 19th and 20th called "Re-visioning Oregon's Children's Mental Health System." As a result of these meetings, DHS developed more extensive policy in the areas of: determining need for services; system structure and functions; meaningful family involvement; cultural competency; outcomes; and financing.

DHS reports that it will continue to comply with the changes required in the budget note to HB 5030, by revising administrative rules and policy statements, developing outcomes and performance measurement indicators, and by working with other state agencies such as the Oregon Youth Authority and the Department of Education.

Representative Doyle's motion carried with no objections voiced. Senators Schrader, Winters and Harper excused.

48. Department of Human Services

Representative Bates moved that the Emergency Board acknowledge receipt of a report on community-based care for persons with mental illness and the Oregon State Hospital forensic population and direct the Department of Human Services to update the Emergency Board in January on the forensics census.

The following is a summary of the request and Subcommittee (Human Services) action:

The budget report for HB 5030, the Department of Human Services (DHS) 2003-05 budget bill, included a budget note that directed DHS to develop and implement mental health services in the most integrated, community-based settings suited to their needs and to report on these efforts to the Emergency Board. In addition, at the Emergency Board meeting last September, Senator Gordly asked the Department to report on the Oregon State Hospital's forensic population which is exceeding budgeted capacity.

In response to the budget note directive, DHS notes that for the past 20 years, Oregon has developed community-based care settings as alternatives to state hospital care. DHS states that it had 582 specialized placements in community-based settings as of July 1, 2003. Since then, the Department has developed 60 new placements and expects to establish an additional 125 placements by the end of the biennium. Even so, the Department indicates that there are a significant number of civilly committed persons who are ready to be discharged from the Oregon State Hospital, but who remain because community-based care placements are not available.

During the 2003-05 biennium, the Oregon State Hospital forensics population has grown significantly. During the 2001-03 biennium, this population increased by a net 1.5 cases each month. During the year ending September 30, 2004, however, actual forensics population growth was a net 6.2 cases each month. The OSH budget anticipated 434 forensics patients. At the time the report was written, the forensics census was 486. The physical capacity of the OSH forensic wards is 500, although there may be some opportunity to place some forensic patients into civil commitment wards—provided patient safety is not compromised. There are 50 community-based beds being developed that will be phased-in over the next several months.

Representative Bates' motion carried with no objections voiced. Senators Schrader, Winters and Harper excused.

49. Department of Human Services

Representative Doyle moved that the Emergency Board acknowledge receipt of a report on mental health prescription drug management review.

The following is a summary of the request and Subcommittee (Human Services) action:

The budget report for HB 5030, the Department of Human Services (DHS) 2003-05 budget bill, included a budget note that directed DHS “to cooperate with a private sector organization experienced in performing patient-centered prescription drug management reviews for state Medicaid programs to improve patient care, compliance and reduce mental health drug expenditures for high volume/high cost patients” and to report to the Emergency Board.

In response to the budget note, DHS selected a contractor, formed a management team, and established an advisory group. These groups and the DHS contractor used pharmaceutical claims data to identify prescribing providers whose patients’ medication regimens appear to be inconsistent with accepted scientific and evidence-based clinical guidelines. Identified providers receive written reports, educational briefs, and consultation to improve their prescribing practices.

The Subcommittee discussed the Legislative Fiscal Office recommendation to acknowledge receipt of the report, and to direct the Department to analyze the efficacy of shifting the management of mental health prescription drugs for its managed care clients from Oregon Health Plan fee-for-service managers to either fully capitated health plans or mental health organizations. Subcommittee members agreed that it was prudent to receive the results of the current mental health prescription drug management review before proceeding with another study and report. In addition, members expressed concerns about access to mental health prescriptions under managed care systems.

Representative Doyle’s motion carried with no objections voiced. Senators Schrader, Winters and Harper excused.

54. Department of Corrections

Representative Doyle moved that the Emergency Board authorize the transfer of \$1,500,000 from the appropriation made to the Department of Corrections by section 1(3), chapter 716, Oregon Laws 2003, Central support/operations and administration, to section 1(2), chapter 716, Oregon Laws 2003, Community corrections; and allocate \$7,404,210 from the Emergency Fund, established by section 1(1), chapter 710, Oregon Laws 2003, to supplement the appropriation made to the Department of Corrections by section 1(2), chapter 716, Oregon Laws 2003, Community corrections, for community corrections grants.

The following is a summary of the request and Subcommittee (Human Services) action:

The failure of Ballot Measure 30 triggered reductions of \$17.8 million for the community corrections program. Counties under this program are responsible for the supervision of felons sentenced to 12 months or less and those released from prison. Counties have the choice of “opting out” of the program unless the entire \$17.8 million is restored for the current biennium. At its April 2004 meeting, the Emergency Board allocated \$8.9 million for the program. No formal commitment of further funding was made at that time other than to review the issue after the fire season and after considering other program demands for Emergency Fund resources. Since then, Douglas and Linn counties have “opted-out” and the Department of Corrections (DOC) has assumed their programs.

The Subcommittee recommended restoring the remaining \$8.9 million which is sufficient to provide full funding for the remainder of the biennium. This would prevent any further counties from opting out of the program for the remainder of 2003-05. To provide the full \$8.9 million, the Subcommittee recommended allocating \$7.4 million from the Emergency Fund and transferring the

remaining \$1.5 million from other units of DOC to the Community Corrections program. Even with the transfer of the \$1.5 million, DOC will be able to meet identified crucial budget needs facing the agency this biennium including health care positions, mental health services, and start-up costs for the new Warner Creek minimum security facility.

DOC's budget is dependent on a number of factors beyond its control. It was understood the agency could request a supplemental appropriation from the 2005 Legislature if higher inmate population, utility costs, or other unexpected costs occur before the end of the biennium and there are insufficient resources in its current budget.

The following Committee discussion occurred:

Senator Morse asked about the impact of the recommended action on the two counties that have already opted out of the program.

Representative Doyle and Legislative Fiscal Office staff responded that DOC would continue to operate the programs in Linn and Douglas counties, the two counties that have opted out.

Senator Morse asked if there had been savings and whether the two counties who had opted out were premature in their decision.

Representative Doyle responded that the program has been fully funded so there have been no savings in that context. He went on to state that another question is whether the Department of Corrections has saved money in those counties where they have assumed the programs.

LFO staff added that it had been only of matter weeks that the Department of Corrections has operated the programs, so it is too early to make any findings on whether there might be savings. Staff also informed the Committee that a number of factors played into the counties' decisions to opt-out of the program, including the uncertainty over the federal forest safety net funding in Douglas County.

Representative Hansen expressed his support for the Subcommittee's recommendation since it honored the State's commitment to its county partners. He also said that the factors that face each county are different and it is difficult for someone to determine the real reasons for a county to opt out. He went on to state that overall the community corrections program has worked well, with some counties performing better than others.

Senator Courtney asked whether this proposed action would prohibit any further counties from opting out for the remainder of the 2003-05 biennium. LFO staff responded that no further counties could opt out during this biennium. The Senator further stated that the community corrections program (SB 1145) should be reviewed in the next legislative session. He reminded members that this program will now have been fully restored after the budget cuts imposed after the vote on Ballot Measure 30.

Representative Butler provided some historical context on the program and briefly discussed the state's and counties' role under the program. He reiterated his support for helping the county partners in the program.

Representative Doyle's motion carries with no objections voiced. Representative Knopp and Senators Schrader, Winters and Harper excused.

55. Military Department

Representative Morgan moved that the Emergency Board establish for the Oregon Military Department a General Fund Capital Construction appropriation for design and construction of a Weapons of Mass Destruction/Civil Support Team facility, and allocate \$300,000 from the Emergency Fund, established by section 1(1), chapter 710, Oregon Laws 2003, to the newly established appropriation; and establish a Federal Funds Capital Construction expenditure limitation of \$3,000,000 for the Weapons of Mass Destruction/Civil Support Team facility.

The following is a summary of the request and Subcommittee (Education) action:

The Weapons of Mass Destruction/Civil Support Team maintains full readiness to assist civil authorities in rapid response to domestic nuclear, biological, chemical, and explosive threats and attacks in Oregon. The Oregon National Guard does not currently have a facility meeting the stringent requirements for the Weapons of Mass Destruction/Civil Support Team. The Military Department's plan is to design and construct a portion of the building for meeting the requirements of the team, their mission, and their equipment.

The Emergency Board, at its September 2004 meeting, approved funding for the Department to purchase 4.5 acres of property adjacent to the Salem Army Aviation Support Facility, which is located on the east side of Salem's McNary Field airport. In order to maximize economies of scale, the Military Department proposes to construct the Weapons of Mass Destruction/Civil Support Team facility in conjunction with the Aviation Operations facility.

Currently, \$1,500,000 Federal Funds are available for the project. The National Guard Bureau is in the process of identifying another \$1,500,000 of non-executed funds from other states for reprogramming to Oregon for this project. The request for \$300,000 General Fund represents a 10% state match for the project, including the costs of local fees and permits.

The Subcommittee recommended approval of the request.

The following Committee discussion occurred:

Senator Morse advised the Committee that discussions with the State Aviation Department are currently under way to include space in this project to meet Aviation Department facility needs.

Senator Gordly advised that it takes a full two years to train personnel and that the program is in the early stages of training demonstrating the state's current condition of readiness.

Representative Morgan's motion carried with no objections voiced. Senators Schrader, Winters and Harper excused.

56. Military Department

Representative Hansen moved that the Emergency Board establish for the Oregon Military Department a General Fund Capital Construction appropriation for design and construction of a flight operations building at the Salem Army Aviation Facility, and allocate \$650,000 from the Emergency Fund, established by section 1(1), chapter 710, Oregon Laws 2003, to the newly established appropriation; and establish a Federal Funds Capital Construction expenditure limitation of \$5,500,000 for the flight operations building at the Salem Army Aviation Facility.

The following is a summary of the request and Subcommittee (General Government) action:

The Salem Army Aviation Support Facility consists of 30 acres of state-owned land located on the east side of Salem's McNary Field airport. The property houses three aircraft hangers along with several support buildings used to maintain helicopters and three fixed wing aircraft. The Oregon Military Department reported at the September 2004 meeting of the Emergency Board that the U.S. House of Representatives had approved \$4.9 million Federal Funds for construction of this facility, with a high probability of U.S. Senate and Presidential approval.

The Military Department has now received notification that the funds are available for this project. An additional \$500,000 Federal Funds will be provided by the National Guard Bureau. The Salem Army Aviation Operation Facility will replace the current trailer office and consolidate operation functions into one location. The office trailer does not meet Army Aviation standards and is inadequate for airfield operation activities. In order to maximize economies of scale, the Military Department proposes to construct the Aviation Operations Facility in conjunction with the Weapons of Mass Destruction/Civil Support Team. The request for \$650,000 General Fund represents approximately a 12% state match for the project.

The Subcommittee recommended approval of the request.

The following Committee discussion occurred:

Representative Hansen reiterated that the Military Department and Department of Aviation are investigating the opportunity to consolidate functions at the Military Department site to save additional state resources for replacing the Department of Aviation facilities.

Representative Hansen's motion carried with no objections voiced. Senators Schrader, Winters and Harper excused.

58. Department of State Police

Representative Scott moved that the Emergency Board establish for the Department of State Police a General Fund appropriation for the State Fire Marshal, and allocate \$645,259 from the Emergency Fund, established by section 1(1), chapter 710, Oregon Laws 2003, to the newly established appropriation, for reimbursement of fire costs under the State Conflagration Act; establish a Federal Funds expenditure limitation of \$1,340,674 for the Forensics and State Medical Examiner for federal grant resources; and authorize transfers of General Fund appropriations, and approve changes in Other Funds and Federal Funds expenditure limitations, per the attached schedule.

The following is a summary of the request and Subcommittee (Human Services) action:

The Department of State Police (OSP) presented a plan to rebalance the 2003-05 budget for the agency based on actual spending through September 2004. The rebalance plan proposes allocating \$645,259 for payments to local fire agencies called out under the Conflagration Act, transferring General Fund resources between its divisions, and increasing Other and Federal Funds limitations for grants awarded to the agency. Overall, the agency's plan largely balances General Fund need, other than the fire costs, using vacancy savings in the Criminal and Forensics Divisions to fill a number of funding gaps across the agency including employee compensation issues, higher gas prices, use of temporary employees, double-filled positions, unfunded data processing maintenance costs, and other

problems. The table below summarizes the necessary changes in appropriations and expenditure limitation to implement the rebalance plan approved by the Emergency Board.

Division	Emergency Fund Allocation	General Fund Transfers	Other Fund Limitations	Federal Funds Limitation
Patrol Division		2,278,565		
Criminal Division		(3,272,933)		3,687,002
Gaming/Boxing & Wrestling		(20,329)	(600,000)	
Fish and Wildlife		(161,202)		-
Forensics		(1,393,509)		1,340,674
Medical Examiner		(39,315)		
Human Resources		1,328,498	3,465,119	
Information Management		1,286,145	(862,995)	
Criminal Justice Services		54,080		47,801,834
Office of Emergency Mgmt		(60,000)		
State Fire Marshal	645,259	-	2,375,497	-
Net Department Total	645,259	-	4,377,621	52,829,510

Major problems in the rebalance plan, or where the budget is insufficient to cover the costs, include:

- 2003 fire costs (\$645,259 General Fund) to reimburse local fire agencies for wages, fuel and other costs of fighting fires when called up by the Governor under the state Conflagration Act.
- Employee compensation issues (\$1,432,147 General Fund) including costs relating to the collective bargaining agreement with the Oregon State Patrol Officers Association.
- Vehicle operation costs (\$1,863,391 General Fund) resulting from higher gasoline costs than budgeted and greater maintenance needs due to an extended vehicle replacement cycle.
- Data processing maintenance costs (\$1,046,843 General Fund) including for maintenance contracts for information systems and dispatching equipment.
- Temporary employees (\$871,918 General Fund) hired to perform essential functions like training and equipment maintenance that had been performed by employees laid off during the 2001-03 biennium.

Offsetting these problems are savings or management actions in the OSP budget including:

- Net vacancy savings (\$3,938,396) due in large part to a high number of retirements and a greater than expected difficulty in rehiring forensics scientists after their funding was restored in April 2004.
- Reduced costs (\$955,745 General Fund) in travel, telecommunications, professional services, Attorney General charges, and other Services and Supplies categories.
- Freezes in spending (\$1,844,348) for capital outlays, training, and travel costs to stay within the biennial budget.
- Delay in the trooper recruit school scheduled for the Spring of 2004.

The rebalance also included increases in Other and Federal Funds expenditure limitations for a number of grants relating to homeland security, DNA analysis, drug enforcement efforts, information management equipment, criminal history systems, and rehabilitation of wireless towers.

Many of the “problems” included in this rebalance plan (e.g., fuel costs, maintenance contracts, need for “essential” temporaries) will continue into the 2005-07 budget unless addressed by the 2005 Legislature. Unfortunately, the amount of vacancy savings that provide the resources in this rebalance plan will not be available in 2005-07. The number of retirements will likely be less than the current biennium and the savings derived from the hiring delays in Forensics will not likely occur again.

The Subcommittee recommended approval of the rebalance plan.

Representative Scott’s motion carried with no objections voiced. Representative Morgan and Senators Schrader, Winters and Harper excused.

60. Oregon Youth Authority

Representative Scott moved that the Emergency Board acknowledge receipt of a report on the distribution, use, and outcomes of Multnomah County gang intervention funding.

The following is a summary of the request and Subcommittee (Human Services) action:

The Oregon Youth Authority (OYA) budget includes \$2.4 million General Fund for Multnomah County gang intervention funding. A budget note directed that the funding be distributed equitably within the county and asked for a report to the Emergency Board on the allocation, use, and outcomes of those funds.

Multnomah County submitted a written report with data to demonstrate that the state gang intervention funds, which are combined with other county, state and federal money, support positive outcomes for youth who are the greatest public safety risks. The county indicates these efforts have also helped to reduce the overrepresentation of minority youth in OYA facilities.

The state funds help pay for secure residential alcohol and drug treatment; specialized case management and services for minority youth; culturally-specific, supervised shelter care; and Multi-Systemic Therapy, which provides intensive therapeutic intervention and other family-based services. From January 2003 through June 2004, 110 of the 255 youth on the county’s gang probation caseload received services. The county tracked program completion; school attendance and employment; new criminal referrals, and later commitments to OYA facilities for these youth. The county also plans to assess the criminal referral recidivism rate after one year of program completion for youth who have received services.

The distribution of services within the county has generally matched the geographic distribution of the gang probation caseload. Southeast Portland and Mid-Multnomah County youth receive a somewhat greater share of services, while North and Northeast Portland youth receive somewhat less.

The Subcommittee noted that youth gang activity was a concern in other areas of the state as well as Multnomah County, and that the 2005 Legislature would need to look at this issue on a more statewide basis.

The Subcommittee recommended acknowledging receipt of the report.

Representative Scott’s motion carried with no objections voiced. Senators Schrader, Winters and Harper excused.

61. Economic and Community Development Department

Senator Morse moved that the Emergency Board increase the Other Funds expenditure limitation established for the Economic and Community Development Department by section 23, chapter 713, Oregon Laws 2003, by \$58,005 for the Oregon Arts Commission from revenues available from the Cultural Trust Account, for arts grants and administrative costs.

The following is a summary of the request and Subcommittee (Education) action:

SB 931, which was enacted by the 2003 Legislature, transferred the staff and administration of the Trust for Cultural Development Board (Trust) and Trust for Cultural Development Account (Account) from the Secretary of State to the Oregon Arts Commission in the Economic and Community Development Department (OECDD). The transfer was effective September 1, 2003. At the time of the transfer, it was unclear what level of resources would be available from the Account for grant funding. Therefore, the Legislature established limitation for administrative expenses, but did not provide limitation for grants.

The statutes governing distributions from the Cultural Trust provide that 42% of the Account balance as of July 1 of each year may be distributed. Of that 42%, 7.5% may be used for administrative expenses. OECDD indicates that the Account had a balance of \$1,854,055 on July 1, 2004. Based on that total, \$778,703 would be available for distribution, with \$58,403 available for administration and \$720,300 available for grant awards. The Commission plans to use the \$720,300 on the grants itemized in the agency request. In September 2004, the Emergency Board authorized an expenditure limitation increase of \$720,300 for grants but deferred action on a request to increase the limitation for administrative costs, pending a review of resources in the Account.

OECDD has completed its review of the fiscal records for the Account, and is now seeking \$58,005 in Other Funds expenditure limitation based on the resources available. Of this amount, \$15,270 is for marketing and fundraising efforts, and \$42,735 is for grants that were authorized but not expended in FY03. The Subcommittee discussed the arts partners who would receive the grant funds. The grants will go to arts heritage and humanities partners.

The Subcommittee recommended approval of the request.

Senator Morse's motion carried with no objections voiced. Senators Schrader, Winters and Harper excused.

63. Oregon State Fair and Exposition Center

Representative Doyle moved that the Emergency Board authorize the Oregon State Fair and Exposition Center to retire the debt on the 1986 revenue bonds, with instructions; establish a Lottery Funds debt service expenditure limitation of \$556,855 to expend the funds reserved in June 2000; authorize the Fair to expend \$75,145 in reserved Other Funds, \$435,500 from the Bond Reserve Account and \$6,525 from estimated reserve earnings, to retire the debt on the 1986 revenue bonds; and request the Department of Administrative Services to unschedule \$600,000 Other Funds from interest earned on lottery-backed bonds.

The following is a summary of the request and Subcommittee (Human Services) action:

The Oregon State Fair and Exposition Center has two different types of bonds. One is the revenue bond that was issued in 1986. The debt service on the revenue bond is paid out of the revenue generated by the fair and exposition events. The final debt service payment on this bond is due in October 2006. The second type is lottery-backed bonds. The 1999 and 2001 Legislatures authorized a combined total of \$21.6 million in bonding authority for facilities renovation and construction, including \$10 million in 2001 for the construction of a multipurpose Pavilion. The debt service on lottery-backed bonds is paid out of Lottery Funds that the Legislature allocates to the Fair each biennium.

In 1997, the Fair defaulted on the provision of the 1986 revenue bond covenant that required the agency to maintain a fund balance of at least \$632,000. The Fair hired a financial consultant and adopted the recommended rate and fee increases. However, these increases were not sufficient to meet the covenant requirement. In the 1999-2001 biennium, the Fair had \$556,855 in unused Lottery Funds for debt service that became available because of a delay in issuing lottery-backed bonds. In June 2000, the Emergency Board approved the reservation of these Lottery Funds, plus \$75,145 in Fair operating funds, for the covenant fund balance requirement. The minutes from that Emergency Board state, "... the Fair will not be allowed to expend these funds, and the funds will remain in the ending balance to meet the bond covenant requirements." The Lottery Funds were scheduled to revert to the Department of Administrative Services' Economic Development Fund, to be used for other purposes, when the revenue bond debt was repaid during the 2005-07 biennium.

The Oregon State Fair and Exposition Center has a cash flow crisis. The crisis results from an apparent revenue shortfall, and from the November 1, 2004 debt service prepayment requirement in the bond covenant for the 1986 revenue bonds, which were issued for the construction of the L.B. Day Amphitheater and Livestock Pavilion on the state fairgrounds. Due to an accounting error, the Fair failed to make a revenue bond debt service prepayment of just over \$568,000 that was due in November 2003. The actual debt service payment was made in October 2004. A second prepayment was due on November 1, 2004 for a debt service payment due in November 2005. The Fair does not have sufficient revenue to make the November 1, 2004 prepayment and meet operating expenses.

After consultation, the Legislative Fiscal Office (LFO) and the Budget and Management Division (BAM) recommended that the Fair be authorized to prepay the revenue bond debt, to avert the immediate cash flow problem. This action would also eliminate annual debt service costs of approximately \$500,000, which would increase the resources available for operating expenses. In order to prepay the bond, the Fair would need to spend reserved Lottery Funds and bond-related Other Funds reserves. The Subcommittee concurred with this recommendation, with the understanding, as stated by BAM, that the Department of Administrative Services would unschedule the previously authorized \$600,000 Other Funds expenditure limitation. The funds will be carried forward as a 2005-07 beginning fund balance to pay for debt service or other legislatively directed projects.

Because of unanswered questions related to the current revenues and expenditures, the Subcommittee recommended that the Fair seek an independent review of its revenues and expenditures to determine if there is a problem with its accounts and to determine if there is a long-term or short-term revenue problem. A specific Subcommittee concern related to the fact that no one in management was aware of the missed prepayment, and that adequate accounting controls were not in place. The Subcommittee also recommended that the Fair report on the status of the reviews when it reports to the January 2005 meeting of the Emergency Board on the 2004 Annual State Fair.

The following Committee discussion occurred:

Representative Doyle discussed the financial history of the Fair, including previous problems with fiscal management and the Subcommittee concern about management oversight of the accounting system. He expressed his concern about management and operating problems, including fiscal accountability, and the lack of adequate accounting controls.

Representative Butler discussed the history of the Fair, including the lack of funding which led to critical facilities renovation needs, and the fact that the Fair had been able to construct a \$10.7 million multipurpose pavilion with only \$10 million in bonding authority. He also discussed the effect of a recession and weather on Fair revenues. He expressed appreciation for the efforts of Fair management to manage in spite of the recession and reductions in funding. He noted that State and County Fairs are important to Oregon's culture, especially rural Oregon.

Representative Morgan said that the fiscal situation of the Fair had been the center of attention in the Ways and Means Committee for the past three biennia and will be so again in 2005. She discussed the facilities maintenance problems and need for adequate facilities. She stated that the state and county fairs are important to the culture of rural Oregon, and the Legislature has made a commitment to this program. She indicated that this commitment will be part of the discussion in the 2005 Ways and Means Committee, given the long-term revenue problem.

Representative Bates discussed the fact that a payment had been missed, and proper controls were not in place to make find this error, and that this was the main concern of the Subcommittee.

Representative Doyle noted that the concern was also in reference to the cash flow issue, because sufficient funds are not available to meet operating expenses and the prepayment that was due. He commented that this is of more concern than the fact that the prepayment was missed.

Senator Morse asked if the Fair will have sufficient revenue to continue to operate for the remainder of the biennium if this request is approved. Staff noted the concern about the revenue, which triggered the recommendation that the Fair undertake a review of revenue and expenditures, and also noted that if the request is approved, the Fair will have \$500,000 that would otherwise have been spent on debt service that can be used for operations. The Fair should have adequate funds to operate.

Representative Bates noted there would only be one more payment in October 2006. Once the final payment is made, the Fair will have \$500,000 available for operations, since the lottery-backed bonds are paid out of Lottery Funds that are allocated to the Fair, and not out of revenue generated by the Fair.

Representative Doyle's motion passed with no objections voiced. Senators Schrader, Winters and Harper excused.

64. Legislative Fiscal Office

Representative Doyle moved that the Emergency Board authorize transfers of General Fund appropriations, per the attached schedule.

The following is a summary of the request and Subcommittee (Human Services) action:

The Legislative Fiscal Office requested that the Emergency Board authorize the transfer of specified unallocated balances totaling \$8,012,562 from four special purpose appropriations to the Emergency Board to the general purpose appropriation legal citation.

In addition to the primary appropriation of \$40,000,000 made to the Emergency Board by section 1(1), chapter 710, Oregon Laws 2003, the Seventy-second Legislative Assembly made fourteen separate appropriations to the Emergency Board for special purposes. Special purpose appropriations not allocated by a specific time become available for any other purpose for which the Emergency Board lawfully may allocate funds. As of November 1, 2004, four of these special purpose appropriations have unallocated balances totaling \$8,012,562 that can no longer be used for their specified purposes. The unallocated special purpose appropriation amounts, agencies involved, and purposes were as follows: \$212,562 – Secretary of State, September 2003 special election costs; \$6.5 million – Department of Education, Early Intervention/Early Childhood Special Education caseload; \$1.0 million – Department of Education, Student Assessment System; and \$300,000 – Department of Education, Operations.

This transfer will increase the \$12.3 million unallocated, unreserved balance of the general purpose appropriation currently available to the Emergency Board to \$20.4 million. A similar request to transfer unallocated balances from remaining special purpose appropriations will be made at the January 2005 meeting of the Emergency Board.

The Subcommittee recommended approval.

Representative Doyle's motion carried with no objections voiced. Senators Schrader, Winters and Harper excused.

The meeting was adjourned at 10:45 a.m.

EMERGENCY BOARD:

/s/ Karen Minnis

Representative Karen Minnis, Chair

/s/ Kurt Schrader

Senator Kurt Schrader, Secretary

ATTEST:

/s/ Ken Rocco

Ken Rocco, Legislative Fiscal Officer

Allocation and Expenditure Limitation Adjustment Schedule

Program Area	Agency Name	Division/Program Name	Chapter	Section/Sub	GF	LF	OF	FF
EDUCATION								
	STUDENT ASSISTANCE COMMISSION	Administration Division	728	01-02	\$1,201	\$0	\$0	\$0
	STUDENT ASSISTANCE COMMISSION	Administration Division	728	02	\$0	\$0	\$16,028	\$0
	STUDENT ASSISTANCE COMMISSION	Grants & Scholarships	728	01-02	\$2,824	\$0	\$0	\$0
	STUDENT ASSISTANCE COMMISSION	Grants & Scholarships	728	02	\$0	\$0	\$23,724	\$0
	STUDENT ASSISTANCE COMMISSION	Loan Division	728	02	\$0	\$0	\$70,875	\$0
	STUDENT ASSISTANCE COMMISSION	Information Services Division	728	01-02	\$1,046	\$0	\$0	\$0
	STUDENT ASSISTANCE COMMISSION	Information Services Division	728	02	\$0	\$0	\$8,320	\$0
	STUDENT ASSISTANCE COMMISSION	Off. of Degree Authorization/P	728	01-02	\$229	\$0	\$0	\$0
	STUDENT ASSISTANCE COMMISSION	Off. of Degree Authorization/P	728	02	\$0	\$0	\$10,778	\$0
	DEPT OF EDUCATION	Department Operations	723	01-01	\$186,646	\$0	\$0	\$0
	DEPT OF EDUCATION	Department Operations	723	03-01	\$0	\$0	\$42,318	\$0
	DEPT OF EDUCATION	Department Operations	723	04-01	\$0	\$0	\$0	\$172,227
	DEPT OF EDUCATION	Special Schools	723	01-02	\$201,682	\$0	\$0	\$0
	DEPT OF EDUCATION	Special Schools	723	03-02	\$0	\$0	\$47,721	\$0
	DEPT OF EDUCATION	Special Schools	723	04-02	\$0	\$0	\$0	\$7,807
	DEPT OF EDUCATION	Youth Corrections Educational	723	03-03	\$0	\$0	\$44,541	\$0
	DEPT OF EDUCATION	Youth Corrections Educational	723	04-03	\$0	\$0	\$0	\$1,134
	TEACHER STANDARDS/PRACTICES	General Program	507	01	\$0	\$0	\$33,075	\$0
	COMMUNITY COLLEGES DEPARTMENT	Off. of Community College Serv	721	01-01	\$10,842	\$0	\$0	\$0
	COMMUNITY COLLEGES DEPARTMENT	Off. of Community College Serv	721	02-01	\$0	\$0	\$17,169	\$0
	COMMUNITY COLLEGES DEPARTMENT	Off. of Community College Serv	721	03	\$0	\$0	\$0	\$46,719
	COMMUNITY COLLEGES DEPARTMENT	Youth Conservation Corps	721	02-02	\$0	\$0	\$4,725	\$0
	DEPARTMENT OF HIGHER EDUCATION	Education and General Services	710	48-01	\$0	\$0	\$0	\$0
	DEPARTMENT OF HIGHER EDUCATION	Education and General Services	710	49-01	\$0	\$0	\$0	\$0
	DEPARTMENT OF HIGHER EDUCATION	Agricultural Experiment Station	710	48-02	\$0	\$0	\$0	\$0
	DEPARTMENT OF HIGHER EDUCATION	Agricultural Experiment Station	710	49-02	\$0	\$0	\$0	\$0
	DEPARTMENT OF HIGHER EDUCATION	Extension Service	710	48-03	\$0	\$0	\$0	\$0
	DEPARTMENT OF HIGHER EDUCATION	Extension Service	710	49-03	\$0	\$0	\$0	\$0
	DEPARTMENT OF HIGHER EDUCATION	Forest Research Laboratory	710	48-04	\$0	\$0	\$0	\$0
	DEPARTMENT OF HIGHER EDUCATION	Forest Research Laboratory	710	49-04	\$0	\$0	\$0	\$0
HUMAN SERVICES								
	DEPT OF HUMAN SERVICES	Program Support	726	01-01	\$0	\$0	\$0	\$0
	DEPT OF HUMAN SERVICES	Program Support	726	02-01	\$0	\$0	\$70,876	\$0
	DEPT OF HUMAN SERVICES	Program Support	726	04-01	\$0	\$0	\$0	\$71,340
	DEPT OF HUMAN SERVICES	Central Administration	726	01-01	\$0	\$0	\$0	\$0
	DEPT OF HUMAN SERVICES	Central Administration	726	02-01	\$0	\$0	\$570,623	\$0
	DEPT OF HUMAN SERVICES	Central Administration	726	04-01	\$0	\$0	\$0	\$708,541
	DEPT OF HUMAN SERVICES	Program Support	726	01-02	\$0	\$0	\$0	\$0
	DEPT OF HUMAN SERVICES	Program Support	726	02-02	\$0	\$0	\$138,464	\$0
	DEPT OF HUMAN SERVICES	Program Support	726	04-02	\$0	\$0	\$0	\$117,477
	DEPT OF HUMAN SERVICES	Central Administration	726	01-02	\$0	\$0	\$0	\$0
	DEPT OF HUMAN SERVICES	Central Administration	726	02-02	\$0	\$0	\$53,655	\$0
	DEPT OF HUMAN SERVICES	Central Administration	726	04-02	\$0	\$0	\$0	\$47,977

Allocation and Expenditure Limitation Adjustment Schedule

Program Area	Agency Name	Division/Program Name	Chapter	Section/Sub	GF	LF	OF	FF
	DEPT OF HUMAN SERVICES	VR - Basic Rehabilitative Services	726	01-03	\$0	\$0	\$0	\$0
	DEPT OF HUMAN SERVICES	VR - Basic Rehabilitative Services	726	02-03	\$0	\$0	\$758	\$0
	DEPT OF HUMAN SERVICES	VR - Basic Rehabilitative Services	726	04-03	\$0	\$0	\$0	\$766
	DEPT OF HUMAN SERVICES	Program Support	726	01-03	\$0	\$0	\$0	\$0
	DEPT OF HUMAN SERVICES	Program Support	726	02-03	\$0	\$0	\$2,674,756	\$0
	DEPT OF HUMAN SERVICES	Program Support	726	04-03	\$0	\$0	\$0	\$3,223,448
	DEPT OF HUMAN SERVICES	Central Administration	726	01-03	\$0	\$0	\$0	\$0
	DEPT OF HUMAN SERVICES	Central Administration	726	02-03	\$0	\$0	\$75,493	\$0
	DEPT OF HUMAN SERVICES	Central Administration	726	04-03	\$0	\$0	\$0	\$81,807
	DEPT OF HUMAN SERVICES	Mental Health and Addiction Services	726	01-04	\$0	\$0	\$0	\$0
	DEPT OF HUMAN SERVICES	Mental Health and Addiction Services	726	02-04	\$0	\$0	\$1,594,144	\$0
	DEPT OF HUMAN SERVICES	Mental Health and Addiction Services	726	04-04	\$0	\$0	\$0	\$371,608
	DEPT OF HUMAN SERVICES	Program Support	726	01-04	\$0	\$0	\$0	\$0
	DEPT OF HUMAN SERVICES	Program Support	726	02-04	\$0	\$0	\$456,127	\$0
	DEPT OF HUMAN SERVICES	Program Support	726	04-04	\$0	\$0	\$0	\$681,234
	DEPT OF HUMAN SERVICES	Central Administration	726	01-04	\$0	\$0	\$0	\$0
	DEPT OF HUMAN SERVICES	Central Administration	726	02-04	\$0	\$0	\$81,891	\$0
	DEPT OF HUMAN SERVICES	Central Administration	726	04-04	\$0	\$0	\$0	\$83,461
	DEPT OF HUMAN SERVICES	Long - Term Care	726	01-05	\$475,389	\$0	\$0	\$0
	DEPT OF HUMAN SERVICES	Long - Term Care	726	04-05	\$0	\$0	\$0	\$832,460
	DEPT OF HUMAN SERVICES	Program Support	726	01-05	\$0	\$0	\$0	\$0
	DEPT OF HUMAN SERVICES	Program Support	726	02-05	\$0	\$0	\$611,227	\$0
	DEPT OF HUMAN SERVICES	Program Support	726	04-05	\$0	\$0	\$0	\$1,081,374
	DEPT OF HUMAN SERVICES	Central Administration	726	01-05	\$0	\$0	\$0	\$0
	DEPT OF HUMAN SERVICES	Central Administration	726	02-05	\$0	\$0	\$60,928	\$0
	DEPT OF HUMAN SERVICES	Central Administration	726	04-05	\$0	\$0	\$0	\$89,008
	LONG TERM CARE OMBUDSMAN	Long Term Care Ombudsman	586	01	\$192	\$0	\$0	\$0
	LONG TERM CARE OMBUDSMAN	Long Term Care Ombudsman	586	02	\$0	\$0	\$12,393	\$0
	PSYCHIATRIC REVIEW BOARD	General Program	509	01	\$5,832	\$0	\$0	\$0
	COMMISSION ON DISABILITIES	Federal Grants	628	02	\$0	\$0	\$0	\$537
	COMMISSION ON DISABILITIES	Deaf and Hear Impair Access	628	01	\$0	\$0	\$7,340	\$0
	CHILDREN/FAMILIES COMMISSION	Community Development/ Program	731	01	\$13,837	\$0	\$0	\$0
	CHILDREN/FAMILIES COMMISSION	Community Development/ Program	731	02	\$0	\$0	\$5,528	\$0
	CHILDREN/FAMILIES COMMISSION	Community Development/ Program	731	03	\$0	\$0	\$0	\$1,533
	CHILDREN/FAMILIES COMMISSION	Policy and Support Service	731	01	\$17,496	\$0	\$0	\$0
	CHILDREN/FAMILIES COMMISSION	Policy and Support Service	731	02	\$0	\$0	\$2,856	\$0
	INSURANCE POOL GOVERNING BOARD	Information, Education & Outre	680	01	\$2,916	\$0	\$0	\$0
	INSURANCE POOL GOVERNING BOARD	FHIAP	680	01	\$34,970	\$0	\$0	\$0
	INSURANCE POOL GOVERNING BOARD	FHIAP	680	03	\$0	\$0	\$40,974	\$0
	COMMISSION FOR THE BLIND	Administrative Services	495	01	\$1,551	\$0	\$0	\$0
	COMMISSION FOR THE BLIND	Administrative Services	495	02	\$0	\$0	\$335	\$0
	COMMISSION FOR THE BLIND	Administrative Services	495	03	\$0	\$0	\$0	\$7,440
	COMMISSION FOR THE BLIND	Rehabilitative Services	495	01	\$5,318	\$0	\$0	\$0
	COMMISSION FOR THE BLIND	Rehabilitative Services	495	02	\$0	\$0	\$2,659	\$0
	COMMISSION FOR THE BLIND	Rehabilitative Services	495	03	\$0	\$0	\$0	\$35,612

Allocation and Expenditure Limitation Adjustment Schedule

Program Area	Agency Name	Division/Program Name	Chapter	Section/Sub	GF	LF	OF	FF
	COMMISSION FOR THE BLIND	Business Enterprises	495	01	\$310	\$0	\$0	\$0
	COMMISSION FOR THE BLIND	Business Enterprises	495	02	\$0	\$0	\$335	\$0
	COMMISSION FOR THE BLIND	Business Enterprises	495	03	\$0	\$0	\$0	\$2,480
	COMMISSION FOR THE BLIND	Orientation Cntr for the Blind	495	01	\$2,451	\$0	\$0	\$0
	COMMISSION FOR THE BLIND	Orientation Cntr for the Blind	495	02	\$0	\$0	\$642	\$0
	COMMISSION FOR THE BLIND	Orientation Cntr for the Blind	495	03	\$0	\$0	\$0	\$12,418
PUBLIC SAFETY								
	DEPT OF JUSTICE	Administration	665	02-00	\$0	\$0	\$139,094	\$0
	DEPT OF JUSTICE	Appellate	665	02-00	\$0	\$0	\$77,175	\$0
	DEPT OF JUSTICE	Civil Enforcement	665	01-00	\$3,465	\$0	\$0	\$0
	DEPT OF JUSTICE	Civil Enforcement	665	02-00	\$0	\$0	\$185,655	\$0
	DEPT OF JUSTICE	Civil Enforcement	665	03-00	\$0	\$0	\$0	\$15,353
	DEPT OF JUSTICE	Criminal Justice	665	01-00	\$21,870	\$0	\$0	\$0
	DEPT OF JUSTICE	Criminal Justice	665	02-00	\$0	\$0	\$109,956	\$0
	DEPT OF JUSTICE	Criminal Justice	665	03-00	\$0	\$0	\$0	\$6,300
	DEPT OF JUSTICE	General Counsel	665	02-00	\$0	\$0	\$261,450	\$0
	DEPT OF JUSTICE	Trial	665	02-00	\$0	\$0	\$127,575	\$0
	DEPT OF JUSTICE	Division of Child Support	665	01-00	\$101,778	\$0	\$0	\$0
	DEPT OF JUSTICE	Division of Child Support	665	02-00	\$0	\$0	\$207,141	\$0
	DEPT OF JUSTICE	Division of Child Support	665	03-00	\$0	\$0	\$0	\$619,063
	DISTRICT ATTORNEYS/DEPUTIES	General Program	624	01-01	\$52,488	\$0	\$0	\$0
	CRIMINAL JUSTICE COMMISSION	Criminal Justice Commission	719	01-00	\$7,027	\$0	\$0	\$0
	CRIMINAL JUSTICE COMMISSION	Criminal Justice Commission	719	02-00	\$0	\$0	\$1,277	\$0
	CRIMINAL JUSTICE COMMISSION	Criminal Justice Commission	719	03-00	\$0	\$0	\$0	\$1,071
	CRIMINAL JUSTICE COMMISSION	Juvenile Crime Prevention	719	01-00	\$5,466	\$0	\$0	\$0
	CRIMINAL JUSTICE COMMISSION	Juvenile Crime Prevention	719	03-00	\$0	\$0	\$0	\$1,970
	DEPT OF MILITARY	Administration	620	01-00	\$24,143	\$0	\$0	\$0
	DEPT OF MILITARY	Administration	620	02-00	\$0	\$0	\$10,103	\$0
	DEPT OF MILITARY	Operations	620	01-00	\$73,557	\$0	\$0	\$0
	DEPT OF MILITARY	Operations	620	02-00	\$0	\$0	\$85,251	\$0
	DEPT OF MILITARY	Operations	620	03-00	\$0	\$0	\$0	\$450,196
	DEPT OF MILITARY	Community Support	620	01-00	\$2,945	\$0	\$0	\$0
	DEPT OF MILITARY	Community Support	620	02-00	\$0	\$0	\$24,421	\$0
	DEPT OF MILITARY	Community Support	620	03-00	\$0	\$0	\$0	\$41,404
	BOARD OF PAROLE/POST PRISON	Parole Board	482	01-00	\$23,056	\$0	\$0	\$0
	OREGON STATE POLICE	Hum. Res./Trng/Crim Just Div	666	01-04	\$0	\$0	\$0	\$0
	OREGON STATE POLICE	Hum. Res./Trng/Crim Just Div	666	02-04	\$0	\$0	\$223,660	\$0
	OREGON STATE POLICE	Hum. Res./Trng/Crim Just Div	666	03-03	\$0	\$0	\$0	\$1,575
	OREGON STATE POLICE	Patrol Services Division	666	01-01	\$0	\$0	\$0	\$0
	OREGON STATE POLICE	Patrol Services Division	666	02-01	\$0	\$0	\$501,849	\$0
	OREGON STATE POLICE	Patrol Services Division	666	03-01	\$0	\$0	\$0	\$5,199
	OREGON STATE POLICE	Fish and Wild Enforce Svcs Div	666	01-02	\$0	\$0	\$0	\$0
	OREGON STATE POLICE	Fish and Wild Enforce Svcs Div	666	02-02	\$0	\$0	\$149,415	\$0
	OREGON STATE POLICE	Fish and Wild Enforce Svcs Div	666	03-02	\$0	\$0	\$0	\$1,575

Allocation and Expenditure Limitation Adjustment Schedule

Program Area	Agency Name	Division/Program Name	Chapter	Section/Sub	GF	LF	OF	FF
	OREGON STATE POLICE	Fish and Wild Enforce Svcs Div	666	05-00	\$0	\$45,675	\$0	\$0
	OREGON STATE POLICE	Criminal Services Division	666	01-01	\$0	\$0	\$0	\$0
	OREGON STATE POLICE	Criminal Services Division	666	02-01	\$0	\$0	\$233,236	\$0
	OREGON STATE POLICE	Criminal Services Division	666	03-01	\$0	\$0	\$0	\$4,725
	OREGON STATE POLICE	Forensic Serv/Medical Exam Div	666	01-03	\$156,007	\$0	\$0	\$0
	OREGON STATE POLICE	Medical Examiner's Division	666	01-03	\$13,122	\$0	\$0	\$0
	OREGON STATE POLICE	Information Management Divisio	666	01-04	\$0	\$0	\$0	\$0
	OREGON STATE POLICE	Information Management Divisio	666	02-04	\$0	\$0	\$163,377	\$0
	OREGON STATE POLICE	Gaming Enforcement Division	666	01-01	\$8,195	\$0	\$0	\$0
	OREGON STATE POLICE	Gaming Enforcement Division	666	02-01	\$0	\$0	\$65,173	\$0
	OREGON STATE POLICE	OR. Emergency Management	666	01-05	\$0	\$0	\$0	\$0
	OREGON STATE POLICE	OR. Emergency Management	666	02-05	\$0	\$0	\$25,219	\$0
	OREGON STATE POLICE	OR. Emergency Management	666	03-04	\$0	\$0	\$0	\$32,217
	OREGON STATE POLICE	Criminal Justice Services Div	666	03-03	\$0	\$0	\$0	\$18,900
	OREGON STATE POLICE	State Fire Marshal	666	02-06	\$0	\$0	\$121,275	\$0
	PUBLIC SAFETY/STDS/TRAINING	Criminal Justice Stds/Training	651	01-01	\$0	\$0	\$130,641	\$0
	PUBLIC SAFETY/STDS/TRAINING	Fire Standards and Training	651	01-01	\$0	\$0	\$11,025	\$0
	PUBLIC SAFETY/STDS/TRAINING	Private Security	651	01-01	\$0	\$0	\$7,875	\$0
	DEPT OF CORRECTIONS	Correctional Programs	716	01-01	\$634,117	\$0	\$0	\$0
	DEPT OF CORRECTIONS	Institutions	716	01-01	\$4,473,470	\$0	\$0	\$0
	DEPT OF CORRECTIONS	Institutions	716	02-01	\$0	\$0	\$92,138	\$0
	DEPT OF CORRECTIONS	Administration	716	01-03	\$91,855	\$0	\$0	\$0
	DEPT OF CORRECTIONS	Administration	716	02-02	\$0	\$0	\$1,575	\$0
	DEPT OF CORRECTIONS	Central Support/Operations	716	01-03	\$418,448	\$0	\$0	\$0
	DEPT OF CORRECTIONS	Central Support/Operations	716	02-02	\$0	\$0	\$25,368	\$0
	OREGON YOUTH AUTHORITY	Community Programs	634	01-01	\$0	\$0	\$0	\$0
	OREGON YOUTH AUTHORITY	Community Programs	634	02-00	\$0	\$0	\$209,696	\$0
	OREGON YOUTH AUTHORITY	Community Programs	634	03-00	\$0	\$0	\$0	\$56,429
	OREGON YOUTH AUTHORITY	Facilities	634	01-01	\$0	\$0	\$0	\$0
	OREGON YOUTH AUTHORITY	Facilities	634	02-00	\$0	\$0	\$1,221,748	\$0
	OREGON YOUTH AUTHORITY	Facilities	634	03-00	\$0	\$0	\$0	\$499
	OREGON YOUTH AUTHORITY	Administration	634	01-01	\$91,541	\$0	\$0	\$0
	OREGON YOUTH AUTHORITY	Administration	634	03-00	\$0	\$0	\$0	\$4,854
ECONOMIC DEVELOPMENT								
	ECONOMIC AND COMMUNITY DEVELOP	Operations	722	02-01	\$0	\$0	\$66,322	\$0
	ECONOMIC AND COMMUNITY DEVELOP	Operations	722	04-01	\$0	\$0	\$0	\$7,755
	ECONOMIC AND COMMUNITY DEVELOP	Arts	722	01	\$6,415	\$0	\$0	\$0
	ECONOMIC AND COMMUNITY DEVELOP	Arts - Percent for Art	722	02-04	\$0	\$0	\$945	\$0
	ECONOMIC AND COMMUNITY DEVELOP	Arts - Cultural Trust	713	23	\$0	\$0	\$3,276	\$0
	DEPT OF VETERANS AFFAIRS	Veterans' Services Program	492	01	\$17,749	\$0	\$0	\$0
	DEPT OF VETERANS AFFAIRS	Oregon Veterans Home Program	492	02	\$0	\$0	\$4,725	\$0
	DEPT OF EMPLOYMENT	Unemployment Insurance	584	02-00	\$0	\$0	\$162,225	\$0
	DEPT OF EMPLOYMENT	Unemployment Insurance	584	04-00-01	\$0	\$0	\$0	\$845,595
	DEPT OF EMPLOYMENT	Business and Employment Servic	584	02-00	\$0	\$0	\$564,005	\$0

Allocation and Expenditure Limitation Adjustment Schedule

Program Area	Agency Name	Division/Program Name	Chapter	Section/Sub	GF	LF	OF	FF
	DEPT OF EMPLOYMENT	Business and Employment Servic	584	04-00-01	\$0	\$0	\$0	\$354,673
	DEPT OF EMPLOYMENT	Child Care Division	584	01-00	\$35,699	\$0	\$0	\$0
	DEPT OF EMPLOYMENT	Child Care Division	584	02-00	\$0	\$0	\$9,450	\$0
	DEPT OF EMPLOYMENT	Child Care Division	584	04-00-01	\$0	\$0	\$0	\$68,537
	DEPT OF EMPLOYMENT	Office of Administrative Heari	584	02-00	\$0	\$0	\$195,300	\$0
	STATE FAIR/EXPOSITION CENTER	Operations	437	01	\$8,981	\$0	\$0	\$0
	STATE FAIR/EXPOSITION CENTER	Operations	437	02-01	\$0	\$0	\$51,126	\$0
	DEPT OF HOUSING/COMMUNITY SVCS	Housing and Community Services	679	01-00	\$1,602	\$0	\$0	\$0
	DEPT OF HOUSING/COMMUNITY SVCS	Housing and Community Services	679	02-00	\$0	\$0	\$201,254	\$0
	DEPT OF HOUSING/COMMUNITY SVCS	Housing and Community Services	679	04-00	\$0	\$0	\$0	\$86,563
NATURAL RESOURCES								
	DEPARTMENT OF STATE LANDS	Common School Fund	800	34	\$1,458	\$0	\$0	\$0
	DEPARTMENT OF STATE LANDS	Common School Fund	701	02-03	\$0	\$0	\$113,406	\$0
	DEPARTMENT OF STATE LANDS	South Slough Sanctuary	701	02-02	\$0	\$0	\$12,112	\$0
	DEPARTMENT OF STATE LANDS	South Slough Sanctuary	701	03-02	\$0	\$0	\$0	\$9,938
	MARINE BOARD	Administration / Education	438	01-01	\$0	\$0	\$37,538	\$0
	MARINE BOARD	Law Enforcement Program	438	01-02	\$0	\$0	\$7,613	\$0
	MARINE BOARD	Facility Programs	438	01-03	\$0	\$0	\$15,094	\$0
	MARINE BOARD	Facility Programs	438	02-03	\$0	\$0	\$0	\$1,181
	DEPARTMENT OF ENERGY	Operations	502	01-00	\$0	\$0	\$114,901	\$0
	DEPARTMENT OF ENERGY	Operations	502	03-00	\$0	\$0	\$0	\$20,885
	DEPT OF ENVIRONMENTAL QUALITY	Air Quality	724	01-01	\$27,919	\$0	\$0	\$0
	DEPT OF ENVIRONMENTAL QUALITY	Air Quality	724	02-01	\$0	\$0	\$362,345	\$0
	DEPT OF ENVIRONMENTAL QUALITY	Air Quality	724	05-01	\$0	\$0	\$0	\$46,308
	DEPT OF ENVIRONMENTAL QUALITY	Water Quality	724	01-02	\$83,230	\$0	\$0	\$0
	DEPT OF ENVIRONMENTAL QUALITY	Water Quality	724	02-02	\$0	\$0	\$145,266	\$0
	DEPT OF ENVIRONMENTAL QUALITY	Water Quality	724	05-02	\$0	\$0	\$0	\$68,908
	DEPT OF ENVIRONMENTAL QUALITY	Water Quality	724	03	\$0	\$21,963	\$0	\$0
	DEPT OF ENVIRONMENTAL QUALITY	Land Quality	724	01-03	\$9,018	\$0	\$0	\$0
	DEPT OF ENVIRONMENTAL QUALITY	Land Quality	724	02-03	\$0	\$0	\$309,498	\$0
	DEPT OF ENVIRONMENTAL QUALITY	Land Quality	724	05-03	\$0	\$0	\$0	\$69,926
	DEPT OF ENVIRONMENTAL QUALITY	Cross-Media	724	01-04	\$5,832	\$0	\$0	\$0
	DEPT OF ENVIRONMENTAL QUALITY	Cross-Media	724	02-04	\$0	\$0	\$4,725	\$0
	DEPT OF ENVIRONMENTAL QUALITY	Cross-Media	724	05-04	\$0	\$0	\$0	\$741
	DEPT OF ENVIRONMENTAL QUALITY	Agency Management	724	02-05	\$0	\$0	\$129,938	\$0
	DEPT OF AGRICULTURE	Admin and Support Services	708	01-01	\$8,835	\$0	\$0	\$0
	DEPT OF AGRICULTURE	Admin and Support Services	708	02-00	\$0	\$0	\$55,031	\$0
	DEPT OF AGRICULTURE	Food Safety Policy Area	708	01-01	\$16,012	\$0	\$0	\$0
	DEPT OF AGRICULTURE	Food Safety Policy Area	708	02-00	\$0	\$0	\$286,680	\$0
	DEPT OF AGRICULTURE	Natural Resource Policy Area	708	01-01	\$22,990	\$0	\$0	\$0
	DEPT OF AGRICULTURE	Natural Resource Policy Area	708	02-00	\$0	\$0	\$89,546	\$0
	DEPT OF AGRICULTURE	Natural Resource Policy Area	708	04-00	\$0	\$0	\$0	\$32,755
	DEPT OF AGRICULTURE	Natural Resource Policy Area	708	03-00	\$0	\$48,824	\$0	\$0
	DEPT OF AGRICULTURE	Ag Development Policy Area	708	01-01	\$12,394	\$0	\$0	\$0

Allocation and Expenditure Limitation Adjustment Schedule

Program Area	Agency Name	Division/Program Name	Chapter	Section/Sub	GF	LF	OF	FF
	DEPT OF AGRICULTURE	Ag Development Policy Area	708	02-00	\$0	\$0	\$114,123	\$0
	DEPT OF FORESTRY	Agency Administration	678	01-01	\$50,465	\$0	\$0	\$0
	DEPT OF FORESTRY	Agency Administration	678	02-01	\$0	\$0	\$68,529	\$0
	DEPT OF FORESTRY	Agency Administration	678	03-01	\$0	\$0	\$0	\$5,313
	DEPT OF FORESTRY	Protection From Fire	678	02-02	\$0	\$0	\$575,605	\$0
	DEPT OF FORESTRY	Protection From Fire	678	03-02	\$0	\$0	\$0	\$11,592
	DEPT OF FORESTRY	Equipment Pool	678	02-09	\$0	\$0	\$48,846	\$0
	DEPT OF FORESTRY	State Forest Lands	678	02-03	\$0	\$0	\$405,534	\$0
	DEPT OF FORESTRY	Forestry Assistance	678	01-03	\$7,453	\$0	\$0	\$0
	DEPT OF FORESTRY	Forestry Assistance	678	02-04	\$0	\$0	\$17,056	\$0
	DEPT OF FORESTRY	Forestry Assistance	678	03-04	\$0	\$0	\$0	\$31,307
	DEPT OF FORESTRY	Forest Practices	678	01-04	\$38,698	\$0	\$0	\$0
	DEPT OF FORESTRY	Forest Practices	678	02-05	\$0	\$0	\$107,709	\$0
	DEPT OF FORESTRY	Forest Practices	678	03-05	\$0	\$0	\$0	\$2,559
	DEPT OF FORESTRY	Nursery	678	02-08	\$0	\$0	\$32,473	\$0
	DEPT OF FORESTRY	Facilities Maintenance & Devel	678	02-10	\$0	\$0	\$1,575	\$0
	DEPT OF GEOLOGY AND INDUSTRIES	Geologic Survey	488	01	\$22,727	\$0	\$0	\$0
	DEPT OF GEOLOGY AND INDUSTRIES	Geologic Survey	488	02	\$0	\$0	\$11,713	\$0
	DEPT OF GEOLOGY AND INDUSTRIES	Geologic Survey	488	04	\$0	\$0	\$0	\$8,529
	DEPT OF GEOLOGY AND INDUSTRIES	Mined Land Reclamation	488	02	\$0	\$0	\$12,997	\$0
	DEPT OF GEOLOGY AND INDUSTRIES	Mined Land Reclamation	488	04	\$0	\$0	\$0	\$2,753
	DEPT OF PARKS AND RECREATION	Administration	490	01-01	\$0	\$0	\$68,019	\$0
	DEPT OF PARKS AND RECREATION	Administration	490	03-01	\$0	\$0	\$0	\$276
	DEPT OF PARKS AND RECREATION	Administration	490	02-01	\$0	\$63,930	\$0	\$0
	DEPT OF PARKS AND RECREATION	Heritage Conservation	490	01-05	\$0	\$0	\$1,700	\$0
	DEPT OF PARKS AND RECREATION	Heritage Conservation	490	03-05	\$0	\$0	\$0	\$15,497
	DEPT OF PARKS AND RECREATION	Heritage Conservation	490	02-06	\$0	\$11,153	\$0	\$0
	DEPT OF PARKS AND RECREATION	Grants	490	01-02	\$0	\$0	\$10,237	\$0
	DEPT OF PARKS AND RECREATION	Grants	490	03-02	\$0	\$0	\$0	\$1,575
	DEPT OF PARKS AND RECREATION	Grants	490	02-03	\$0	\$2,363	\$0	\$0
	DEPT OF PARKS AND RECREATION	Operations	490	01-03	\$0	\$0	\$536,627	\$0
	DEPT OF PARKS AND RECREATION	Operations	490	03-03	\$0	\$0	\$0	\$4,000
	DEPT OF PARKS AND RECREATION	Operations	490	02-04	\$0	\$36,324	\$0	\$0
	DEPT OF PARKS AND RECREATION	Facility Investments	490	01-04	\$0	\$0	\$1,811	\$0
	DEPT OF FISH AND WILDLIFE	Game	607	01-01-a	\$2,916	\$0	\$0	\$0
	DEPT OF FISH AND WILDLIFE	Game	607	02-01-a	\$0	\$0	\$159,040	\$0
	DEPT OF FISH AND WILDLIFE	Game	607	04-01-a	\$0	\$0	\$0	\$19,242
	DEPT OF FISH AND WILDLIFE	Habitat	607	01-01-b	\$3,799	\$0	\$0	\$0
	DEPT OF FISH AND WILDLIFE	Habitat	607	02-01-b	\$0	\$0	\$54,064	\$0
	DEPT OF FISH AND WILDLIFE	Habitat	607	04-01-b	\$0	\$0	\$0	\$73,754
	DEPT OF FISH AND WILDLIFE	Wildlife Diversity	607	01-01-c	\$4,620	\$0	\$0	\$0
	DEPT OF FISH AND WILDLIFE	Wildlife Diversity	607	02-01-c	\$0	\$0	\$2,753	\$0
	DEPT OF FISH AND WILDLIFE	Wildlife Diversity	607	04-01-c	\$0	\$0	\$0	\$14,175
	DEPT OF FISH AND WILDLIFE	Wildlife Diversity	607	03	\$0	\$788	\$0	\$0
	DEPT OF FISH AND WILDLIFE	Propagation	607	01-02-a	\$46,905	\$0	\$0	\$0

Allocation and Expenditure Limitation Adjustment Schedule

Program Area	Agency Name	Division/Program Name	Chapter	Section/Sub	GF	LF	OF	FF
	DEPT OF FISH AND WILDLIFE	Propagation	607	02-02-a	\$0	\$0	\$75,863	\$0
	DEPT OF FISH AND WILDLIFE	Propagation	607	04-02-a	\$0	\$0	\$0	\$260,785
	DEPT OF FISH AND WILDLIFE	Freshwater/Natural Production	607	01-02-b	\$2,387	\$0	\$0	\$0
	DEPT OF FISH AND WILDLIFE	Freshwater/Natural Production	607	02-02-b	\$0	\$0	\$247,759	\$0
	DEPT OF FISH AND WILDLIFE	Freshwater/Natural Production	607	04-02-b	\$0	\$0	\$0	\$351,922
	DEPT OF FISH AND WILDLIFE	Freshwater/Natural Production	607	03	\$0	\$42,263	\$0	\$0
	DEPT OF FISH AND WILDLIFE	Marine Resources	607	01-02-c	\$12,016	\$0	\$0	\$0
	DEPT OF FISH AND WILDLIFE	Marine Resources	607	02-02-c	\$0	\$0	\$43,869	\$0
	DEPT OF FISH AND WILDLIFE	Marine Resources	607	04-02-c	\$0	\$0	\$0	\$102,816
	DEPT OF FISH AND WILDLIFE	Marine Resources	607	03	\$0	\$2,363	\$0	\$0
	DEPT OF FISH AND WILDLIFE	Interjurisdictional Fisheries	607	01-02-d	\$6,753	\$0	\$0	\$0
	DEPT OF FISH AND WILDLIFE	Interjurisdictional Fisheries	607	02-02-d	\$0	\$0	\$64,411	\$0
	DEPT OF FISH AND WILDLIFE	Interjurisdictional Fisheries	607	04-02-d	\$0	\$0	\$0	\$57,030
	DEPT OF FISH AND WILDLIFE	Administration	607	02-03	\$0	\$0	\$179,204	\$0
	DEPT OF FISH AND WILDLIFE	Administration	607	04-03	\$0	\$0	\$0	\$6,646
	DEPT OF FISH AND WILDLIFE	Capital Improvements	607	04-04	\$0	\$0	\$3,150	\$0
	DEPT OF LAND CONSERVTN/DEVELOP	Planning Program	681	01-01	\$58,075	\$0	\$0	\$0
	DEPT OF LAND CONSERVTN/DEVELOP	Planning Program	681	02-00	\$0	\$0	\$6,611	\$0
	DEPT OF LAND CONSERVTN/DEVELOP	Planning Program	681	03-01	\$0	\$0	\$0	\$25,154
	DEPT OF LAND CONSERVTN/DEVELOP	Landowner Notification	681	01-03	\$1,458	\$0	\$0	\$0
	LAND USE APPEALS BOARD	General Program	512	01	\$8,383	\$0	\$0	\$0
	LAND USE APPEALS BOARD	General Program	512	02	\$0	\$0	\$394	\$0
	DEPT OF WATER RESOURCES	Administrative Services	587	01	\$13,584	\$0	\$0	\$0
	DEPT OF WATER RESOURCES	Administrative Services	587	03-01	\$0	\$0	\$2,651	\$0
	DEPT OF WATER RESOURCES	Field Services	587	01	\$59,456	\$0	\$0	\$0
	DEPT OF WATER RESOURCES	Field Services	587	03-01	\$0	\$0	\$33,423	\$0
	DEPT OF WATER RESOURCES	Technical Services	587	01	\$45,539	\$0	\$0	\$0
	DEPT OF WATER RESOURCES	Technical Services	587	03-01	\$0	\$0	\$9,082	\$0
	DEPT OF WATER RESOURCES	Water Rights and Adjudications	587	01	\$17,204	\$0	\$0	\$0
	DEPT OF WATER RESOURCES	Water Rights and Adjudications	587	03-01	\$0	\$0	\$17,641	\$0
	DEPT OF WATER RESOURCES	Director's Office	587	01	\$10,046	\$0	\$0	\$0
	DEPT OF WATER RESOURCES	Director's Office	587	03-01	\$0	\$0	\$173	\$0
	DEPT OF WATER RESOURCES	Water Development Loan Prog	587	03-02	\$0	\$0	\$1,575	\$0
	WATERSHED ENHANCEMENT BOARD	Operations (35%)	702	11	\$0	\$0	\$0	\$3,444
	WATERSHED ENHANCEMENT BOARD	Operations (35%)	702	05	\$0	\$34,650	\$0	\$0
TRANSPORTATION								
	AVIATION DEPARTMENT	Operations	433	01-01	\$0	\$0	\$24,413	\$0
	AVIATION DEPARTMENT	Search and Rescue	433	01-02	\$0	\$0	\$788	\$0
	OREGON DEPT OF TRANSPORTATION	Non - Limited Operations	710	86-03	\$0	\$0	\$23,625	\$0
	OREGON DEPT OF TRANSPORTATION	NL - Support Services	710	86-04	\$0	\$0	\$236,250	\$0
	OREGON DEPT OF TRANSPORTATION	Maintenance	710	81-01	\$0	\$0	\$1,838,766	\$0
	OREGON DEPT OF TRANSPORTATION	Preservation	710	81-02	\$0	\$0	\$365,358	\$0
	OREGON DEPT OF TRANSPORTATION	Bridge	710	81-03	\$0	\$0	\$247,569	\$0

Allocation and Expenditure Limitation Adjustment Schedule

Program Area	Agency Name	Division/Program Name	Chapter	Section/Sub	GF	LF	OF	FF
	OREGON DEPT OF TRANSPORTATION	Highway Safety	710	81-04	\$0	\$0	\$65,091	\$0
	OREGON DEPT OF TRANSPORTATION	Highway Operations	710	81-05	\$0	\$0	\$184,233	\$0
	OREGON DEPT OF TRANSPORTATION	Modernization	710	81-06	\$0	\$0	\$275,583	\$0
	OREGON DEPT OF TRANSPORTATION	Special Programs	710	81-08	\$0	\$0	\$906,303	\$0
	OREGON DEPT OF TRANSPORTATION	Local Government	710	81-09	\$0	\$0	\$37,800	\$0
	OREGON DEPT OF TRANSPORTATION	Utility Permits	710	81-07	\$0	\$0	\$18,900	\$0
	OREGON DEPT OF TRANSPORTATION	Driver and Motor Vehicles Svcs	710	81-10	\$0	\$0	\$1,353,933	\$0
	OREGON DEPT OF TRANSPORTATION	Motor Carrier Transportation	710	81-12	\$0	\$0	\$497,700	\$0
	OREGON DEPT OF TRANSPORTATION	Motor Carrier Transportation	710	82-02	\$0	\$0	\$0	\$6,300
	OREGON DEPT OF TRANSPORTATION	Transportation Prog Dev	710	81-13	\$0	\$0	\$352,013	\$0
	OREGON DEPT OF TRANSPORTATION	Transportation Prog Dev	710	82-01	\$0	\$0	\$0	\$2,362
	OREGON DEPT OF TRANSPORTATION	Public Transit	710	81-14	\$0	\$0	\$12,354	\$0
	OREGON DEPT OF TRANSPORTATION	Public Transit	710	82-04	\$0	\$0	\$0	\$8,909
	OREGON DEPT OF TRANSPORTATION	Rail	710	81-15	\$0	\$0	\$40,163	\$0
	OREGON DEPT OF TRANSPORTATION	Transportation Safety	710	81-16	\$0	\$0	\$22,445	\$0
	OREGON DEPT OF TRANSPORTATION	Transportation Safety	710	82-06	\$0	\$0	\$0	\$15,355
	OREGON DEPT OF TRANSPORTATION	Board of Maritime Pilots	710	81-17	\$0	\$0	\$1,575	\$0
	OREGON DEPT OF TRANSPORTATION	Central Services	710	81-19	\$0	\$0	\$774,733	\$0
CONSUMER AND BUSINESS SERVICES								
	COUNSELORS AND THERAPISTS BRD	Operations	435	01-00	\$0	\$0	\$4,725	\$0
	INVESTIGATORS BOARD	Investigators, Oregon Board of	480	01-00	\$0	\$0	\$4,725	\$0
	TAX PRACTITIONERS BOARD	Tax Practitioners, State Board	483	01-00	\$0	\$0	\$17,325	\$0
	STATE BOARD OF ACCOUNTANCY	Accountancy, Board of	498	01-00	\$0	\$0	\$40,950	\$0
	PSYCHOLOGISTS EXAMINERS BOARD	Psychologists Examiners, State	506	01-00	\$0	\$0	\$4,725	\$0
	CLINICAL SOCIAL WORKERS BOARD	Operations	479	01-00	\$0	\$0	\$4,725	\$0
	DEPT OF CONSUMER/BSN SERVICES	Workers' Comp Board	510	01-00	\$0	\$0	\$151,200	\$0
	DEPT OF CONSUMER/BSN SERVICES	Workers' Comp Division	510	01-00	\$0	\$0	\$366,975	\$0
	DEPT OF CONSUMER/BSN SERVICES	OR - OSHA	510	01-00	\$0	\$0	\$368,550	\$0
	DEPT OF CONSUMER/BSN SERVICES	Insurance	510	01-00	\$0	\$0	\$146,475	\$0
	DEPT OF CONSUMER/BSN SERVICES	Finance and Corp Securities	510	01-00	\$0	\$0	\$100,808	\$0
	DEPT OF CONSUMER/BSN SERVICES	Central Support Services	510	01-00	\$0	\$0	\$305,550	\$0
	DEPT OF CONSUMER/BSN SERVICES	Building Codes Division	510	01-00	\$0	\$0	\$316,390	\$0
	DEPT OF CONSUMER/BSN SERVICES	OMIP - Administration	510	01-00	\$0	\$0	\$23,625	\$0
	DEPT OF CONSUMER/BSN SERVICES	Minority/Women/Sm. Business	510	01-00	\$0	\$0	\$7,875	\$0
	CHIROPRACTIC EXAMINERS BOARD	Operations	499	01-00	\$0	\$0	\$7,875	\$0
	HEALTH LICENSING OFFICE	Health Licensing Office	494	01-00	\$0	\$0	\$40,950	\$0
	HEALTH RELATED LICENSING BRDS	Mortuary Board	504	03-00	\$0	\$0	\$9,408	\$0
	HEALTH RELATED LICENSING BRDS	Naturopathic Examiners	504	04-00	\$0	\$0	\$3,150	\$0
	HEALTH RELATED LICENSING BRDS	Nursing Home Administrators	504	05-00	\$0	\$0	\$1,575	\$0
	HEALTH RELATED LICENSING BRDS	Occupational Therapists	504	06-00	\$0	\$0	\$1,969	\$0
	HEALTH RELATED LICENSING BRDS	Pharmacy	504	07-00	\$0	\$0	\$25,200	\$0
	HEALTH RELATED LICENSING BRDS	Radiologic Technology	504	08-00	\$0	\$0	\$4,809	\$0
	HEALTH RELATED LICENSING BRDS	Speech-Language Path. and Audi	504	09-00	\$0	\$0	\$3,150	\$0
	HEALTH RELATED LICENSING BRDS	Veterinary Medical Examiners	504	10-00	\$0	\$0	\$4,331	\$0

Allocation and Expenditure Limitation Adjustment Schedule

Program Area	Agency Name	Division/Program Name	Chapter	Section/Sub	GF	LF	OF	FF
	OREGON BOARD OF DENTISTRY	Board of Dentistry	504	01-00	\$0	\$0	\$11,025	\$0
	BUREAU OF LABOR AND INDUSTRIES	Commissioner's Office/Supp Svc	710	53-00	\$24,366	\$0	\$0	\$0
	BUREAU OF LABOR AND INDUSTRIES	Commissioner's Office/Supp Svc	710	54-00	\$0	\$0	\$16,203	\$0
	BUREAU OF LABOR AND INDUSTRIES	Commissioner's Office/Supp Svc (WSF Admin)	710	55-00	\$0	\$0	\$788	\$0
	BUREAU OF LABOR AND INDUSTRIES	Commissioner's Office/Supp Svc	710	57-00	\$0	\$0	\$0	\$2,363
	BUREAU OF LABOR AND INDUSTRIES	Civil Rights	710	53-00	\$21,870	\$0	\$0	\$0
	BUREAU OF LABOR AND INDUSTRIES	Civil Rights	710	54-00	\$0	\$0	\$11,025	\$0
	BUREAU OF LABOR AND INDUSTRIES	Civil Rights	710	57-00	\$0	\$0	\$0	\$14,175
	BUREAU OF LABOR AND INDUSTRIES	Wage and Hour	710	53-00	\$27,411	\$0	\$0	\$0
	BUREAU OF LABOR AND INDUSTRIES	Wage and Hour	710	54-00	\$0	\$0	\$26,303	\$0
	BUREAU OF LABOR AND INDUSTRIES	Wage and Hour (WSF Admin)	710	55-00	\$0	\$0	\$5,513	\$0
	BUREAU OF LABOR AND INDUSTRIES	Apprenticeship and Training	710	53-00	\$38,695	\$0	\$0	\$0
	BUREAU OF LABOR AND INDUSTRIES	Apprenticeship and Training	710	57-00	\$0	\$0	\$0	\$725
	MEDICAL EXAMINERS BOARD	Operations	505	01-00	\$0	\$0	\$48,825	\$0
	MEDICAL EXAMINERS BOARD	Diversion Program	505	01-00	\$0	\$0	\$4,725	\$0
	BOARD OF NURSING	Board Operations	597	01-00	\$0	\$0	\$67,725	\$0
	PUBLIC UTILITY COMMISSION	Utility Regulation	491	01-01	\$0	\$0	\$63,192	\$0
	PUBLIC UTILITY COMMISSION	Utility Regulation	491	02-00	\$0	\$0	\$0	\$2,960
	PUBLIC UTILITY COMMISSION	Residential Service Protection	491	01-02	\$0	\$0	\$7,877	\$0
	PUBLIC UTILITY COMMISSION	Policy and Administration	491	01-03	\$0	\$0	\$121,275	\$0
	CONSTRUCTION CONTRACTOR BOARD	Construction Contractors Board	501	01-00	\$0	\$0	\$110,250	\$0
	REAL ESTATE AGENCY	Real Estate Agency	496	01-00	\$0	\$0	\$47,250	\$0
ADMINISTRATION								
	DEPT OF ADMIN SERVICES	Office of the Director	389	01-00-00	\$1,247	\$0	\$0	\$0
	DEPT OF ADMIN SERVICES	Office of the Director	389	02-01-00	\$0	\$0	\$25,428	\$0
	DEPT OF ADMIN SERVICES	Budget and Management Division	389	02-01-00	\$0	\$0	\$55,125	\$0
	DEPT OF ADMIN SERVICES	State Controllers Division	389	02-01-00	\$0	\$0	\$75,600	\$0
	DEPT OF ADMIN SERVICES	Information Resource Mgmt Div.	389	02-01-00	\$0	\$0	\$461,601	\$0
	DEPT OF ADMIN SERVICES	PEBB	389	02-01-00	\$0	\$0	\$26,775	\$0
	DEPT OF ADMIN SERVICES	Human Resource Services Div	389	02-01-00	\$0	\$0	\$88,200	\$0
	DEPT OF ADMIN SERVICES	Procurement, Fleet, Surplus Sv	389	02-01-00	\$0	\$0	\$179,088	\$0
	DEPT OF ADMIN SERVICES	Facilities Division	389	02-01-00	\$0	\$0	\$324,450	\$0
	DEPT OF ADMIN SERVICES	Risk Management Division	389	02-01-00	\$0	\$0	\$34,650	\$0
	DEPT OF ADMIN SERVICES	Off Hlth Plan Policy and Resrc	389	01-00-00	\$5,374	\$0	\$0	\$0
	DEPT OF ADMIN SERVICES	Off Hlth Plan Policy and Resrc	389	02-01-00	\$0	\$0	\$19,269	\$0
	DEPT OF ADMIN SERVICES	Operations Division	389	02-01-00	\$0	\$0	\$110,250	\$0
	EMPLOYMENT RELATIONS BOARD	State Gov't Labor Relations	493	02-00	\$0	\$0	\$8,574	\$0
	EMPLOYMENT RELATIONS BOARD	Local Gov't Labor Relations	493	01-00	\$8,385	\$0	\$0	\$0
	EMPLOYMENT RELATIONS BOARD	Local Gov't Labor Relations	493	02-00	\$0	\$0	\$1,772	\$0
	COMMISSION FOR WOMEN	General Program	710	20-00	\$0	\$0	\$14,175	\$0
	OFFICE OF THE GOVERNOR	General Program	710	58-00	\$51,030	\$0	\$0	\$0
	OFFICE OF THE GOVERNOR	General Program	710	60-00	\$0	\$0	\$22,754	\$0
	OFFICE OF THE GOVERNOR	General Program	732	25-00	\$0	\$4,725	\$0	\$0
	DEPT OF REVENUE	Executive Section	497	01-00	\$0	\$0	\$0	\$0

Allocation and Expenditure Limitation Adjustment Schedule

Program Area	Agency Name	Division/Program Name	Chapter	Section/Sub	GF	LF	OF	FF
	DEPT OF REVENUE	Executive Section	497	05-00	\$0	\$0	\$26,834	\$0
	DEPT OF REVENUE	Information Processing Divisio	497	01-00	\$0	\$0	\$0	\$0
	DEPT OF REVENUE	Information Processing Divisio	497	05-00	\$0	\$0	\$460,118	\$0
	DEPT OF REVENUE	Property Tax Division	497	01-00	\$0	\$0	\$0	\$0
	DEPT OF REVENUE	Property Tax Division	497	05-00	\$0	\$0	\$203,122	\$0
	DEPT OF REVENUE	Personal Tax and Compliance Di	497	01-00	\$0	\$0	\$0	\$0
	DEPT OF REVENUE	Personal Tax and Compliance Di	497	05-00	\$0	\$0	\$562,165	\$0
	DEPT OF REVENUE	Business Division	497	01-00	\$0	\$0	\$0	\$0
	DEPT OF REVENUE	Business Division	497	05-00	\$0	\$0	\$300,755	\$0
	SECRETARY OF STATE	Administrative Division	710	76-00	\$1,527	\$0	\$0	\$0
	SECRETARY OF STATE	Administrative Division	710	77-00	\$0	\$0	\$7,800	\$0
	SECRETARY OF STATE	Elections Division	710	76-00	\$21,870	\$0	\$0	\$0
	SECRETARY OF STATE	Elections Division	710	79-00	\$0	\$0	\$0	\$4,725
	SECRETARY OF STATE	Business Services Division	710	76-00	\$2,232	\$0	\$0	\$0
	SECRETARY OF STATE	Business Services Division	710	77-00	\$0	\$0	\$22,789	\$0
	SECRETARY OF STATE	Information Systems Division	710	76-00	\$8,138	\$0	\$0	\$0
	SECRETARY OF STATE	Information Systems Division	710	77-00	\$0	\$0	\$27,434	\$0
	SECRETARY OF STATE	Information Systems Division	710	79-00	\$0	\$0	\$0	\$3,150
	SECRETARY OF STATE	Personnel Resources Division	710	76-00	\$431	\$0	\$0	\$0
	SECRETARY OF STATE	Personnel Resources Division	710	77-00	\$0	\$0	\$4,259	\$0
	SECRETARY OF STATE	Audits Division	710	77-00	\$0	\$0	\$121,337	\$0
	SECRETARY OF STATE	Archives Division	710	76-00	\$22,539	\$0	\$0	\$0
	SECRETARY OF STATE	Archives Division	710	77-00	\$0	\$0	\$8,665	\$0
	SECRETARY OF STATE	Corporation Division	710	77-00	\$0	\$0	\$59,850	\$0
	OREGON STATE TREASURY	Treasury Services	441	01-01	\$0	\$0	\$121,299	\$0
	OREGON STATE TREASURY	Oregon 529 College Savings Net	441	01-02	\$0	\$0	\$3,150	\$0
	GOV STANDARDS/PRACTICES COM	General Program	700	01-00	\$14,580	\$0	\$0	\$0
	PUB EMPLOYEES RETIREMNT SYSTEM	Operations	439	01-03	\$0	\$0	\$572,799	\$0
	OREGON STATE LIBRARY	Administration	585	01	\$231	\$0	\$0	\$0
	OREGON STATE LIBRARY	Administration	585	03	\$0	\$0	\$9,201	\$0
	OREGON STATE LIBRARY	Library Development	585	01	\$1,458	\$0	\$0	\$0
	OREGON STATE LIBRARY	Library Development	585	05	\$0	\$0	\$0	\$7,088
	OREGON STATE LIBRARY	Talking Books/Braille Services	585	01	\$13,211	\$0	\$0	\$0
	OREGON STATE LIBRARY	Talking Books/Braille Services	585	03	\$0	\$0	\$1,873	\$0
	OREGON STATE LIBRARY	Government Research and Electr	585	03	\$0	\$0	\$36,620	\$0
	LIQUOR CONTROL COMMISSION	Merchandising	718	01-01	\$0	\$0	\$83,640	\$0
	LIQUOR CONTROL COMMISSION	Regulatory	718	01-01	\$0	\$0	\$149,625	\$0
	LIQUOR CONTROL COMMISSION	Administration and Support	718	01-01	\$0	\$0	\$103,950	\$0
	RACING COMMISSION	General Program	440	01-00	\$0	\$0	\$34,734	\$0
LEGISLATIVE								
	LEGISLATIVE COUNSEL COMMITTEE	General Program	710	68-00	\$57,346	\$0	\$0	\$0
	LEGISLATIVE COUNSEL COMMITTEE	General Program	710	69-00	\$0	\$0	\$4,728	\$0
	LEGISLATIVE COUNSEL COMMITTEE	ORS Publications	710	71-00	\$0	\$0	\$6,741	\$0
	LEGISLATIVE REVENUE OFFICE	Legislative Revenue Officer	710	73-00	\$8,748	\$0	\$0	\$0

Allocation and Expenditure Limitation Adjustment Schedule

Program Area	Agency Name	Division/Program Name	Chapter	Section/Sub	GF	LF	OF	FF
	LEGISLATIVE FISCAL OFFICER	General Program	710	72-00	\$24,786	\$0	\$0	\$0
	LEGISLATIVE ASSEMBLY	Senate-Interim	710	64	\$54,664	\$0	\$0	\$0
	LEGISLATIVE ASSEMBLY	House-Interim	710	64	\$87,462	\$0	\$0	\$0
	LEGISLATIVE ASSEMBLY	Senate-Session	710	65-01	\$18,237	\$0	\$0	\$0
	LEGISLATIVE ASSEMBLY	House-Session	710	65-01	\$29,179	\$0	\$0	\$0
	LEGISLATIVE ADMIN COMMITTEE	Administration	710	61-00	\$10,284	\$0	\$0	\$0
	LEGISLATIVE ADMIN COMMITTEE	Administration	710	62-00	\$0	\$0	\$3,150	\$0
	LEGISLATIVE ADMIN COMMITTEE	Committee Services	710	61-00	\$29,160	\$0	\$0	\$0
	LEGISLATIVE ADMIN COMMITTEE	Information Systems	710	61-00	\$40,824	\$0	\$0	\$0
	LEGISLATIVE ADMIN COMMITTEE	Facility Services	710	61-00	\$38,900	\$0	\$0	\$0
	LEGISLATIVE ADMIN COMMITTEE	Facility Services	710	62-00	\$0	\$0	\$1,575	\$0
	LEGISLATIVE ADMIN COMMITTEE	Employee Services	710	61-00	\$7,290	\$0	\$0	\$0
	LEGISLATIVE ADMIN COMMITTEE	Financial Services	710	61-00	\$7,290	\$0	\$0	\$0
	INDIAN SERVICES COMMISSION	General Program	710	74-00	\$2,916	\$0	\$0	\$0
JUDICIAL								
	JUDICIAL FIT OR DISABILITY COM	Administration	489	01-00	\$729	\$0	\$0	\$0
	JUDICIAL DEPT-JUDGES IN PERS	Trial Court Operations	717	01-01	\$136,580	\$0	\$0	\$0
	JUDICIAL DEPT-JUDGES IN PERS	Appellate/Tax Courts	717	01-01	\$14,547	\$0	\$0	\$0
	JUDICIAL DEPARTMENT	Trial Court Operations	717	01-01	\$0	\$0	\$0	\$0
	JUDICIAL DEPARTMENT	Trial Court Operations	717	02-00	\$0	\$0	\$2,358,998	\$0
	JUDICIAL DEPARTMENT	Trial Court Operations	717	04-00	\$0	\$0	\$0	\$5,190
	JUDICIAL DEPARTMENT	Appellate/Tax Courts	717	01-01	\$120,830	\$0	\$0	\$0
	JUDICIAL DEPARTMENT	Appellate/Tax Courts	717	02-00	\$0	\$0	\$2,677	\$0
	JUDICIAL DEPARTMENT	Administration and Central Sup	717	01-01	\$100,500	\$0	\$0	\$0
	JUDICIAL DEPARTMENT	Administration and Central Sup	717	02-00	\$0	\$0	\$230,010	\$0
	JUDICIAL DEPARTMENT	Administration and Central Sup	717	04-00	\$0	\$0	\$0	\$2,229
	JUDICIAL DEPARTMENT	Mandated Payments	717	01-02	\$30,504	\$0	\$0	\$0
	PUBLIC DEFENSE SERVICES	Legal Services Division	635	01-01	\$53,946	\$0	\$0	\$0
	PUBLIC DEFENSE SERVICES	Contract & Business Svcs. Div.	635	01-03	\$22,782	\$0	\$0	\$0
	PUBLIC DEFENSE SERVICES	Contract & Business Svcs. Div.	635	02-00	\$0	\$0	\$8,930	\$0
					<u>\$9,000,000</u>	<u>\$315,021</u>	<u>\$33,827,329</u>	<u>\$11,627,403</u>

**DEPARTMENT OF HUMAN SERVICES 2003-05 REBALANCE PLAN
November 2004**

<u>Cluster/Program Area</u>	<u>2003 Oregon Laws Reference</u>	<u>Fund Type</u>	<u>Adjustments to Legislatively Approved Budget</u>	<u>No. Pos.</u>	<u>FTE Change</u>
<u>Transfers, Appropriation Increases, and Expenditure Limitation Adjustments:</u>					
Department-Wide Support Services	Chpt 726, Sec 1(1)	General Fund	(15,131,420)		
	Chpt 726, Sec 2(1)	Other Funds	(2,019,087)		
	Chpt 726, Sec 4(1)	Federal Funds	(13,168,922)		
		Total	(30,319,429)	23	16.25
Children, Adults and Families	Chpt 726, Sec 1(2)	General Fund	1,652,268		
	Chpt 726, Sec 2(2)	Other Funds	(3,807,217)		
	Chpt 726, Sec 4(2)	Federal Funds	18,279,797		
		Total	16,124,848	6	1.50
Community Human Services	Chpt 726, Sec 1(3)	General Fund	(1,148,496)		
	Chpt 726, Sec 2(3)	Other Funds	(4,953,372)		
	Chpt 726, Sec 4(3)	Federal Funds	304,949		
		Total	(5,796,919)	(16)	(33.07)
Health Services	Chpt 726, Sec 1(4)	General Fund	33,174,313		
	Chpt 726, Sec 2(4)	Other Funds	52,780,669		
	Chpt 726, Sec 3	Lottery Funds	-		
	Chpt 726, Sec 4(4)	Federal Funds	21,983,997		
	Total	107,938,979	23	6.85	
Seniors and People with Disabilities	Chpt 726, Sec 1(5)	General Fund	(18,546,665)		
	Chpt 726, Sec 2(5)	Other Funds	(8,514,517)		
	Chpt 726, Sec 4(5)	Federal Funds	(27,399,821)		
		Total	(54,461,003)	38	34.37
Capital Improvement	Chpt 726, Sec 1(6)	General Fund	-		
Department Totals	Chpt 726, Sec 1	General Fund	-		
	Chpt 726, Sec 2	Other Funds	33,486,476		
	Chpt 726, Sec 3	Lottery Funds	-		
	Chpt 726, Sec 4	Federal Funds	-		
		Dept. Total		33,486,476	74

**OREGON STATE POLICE 2003-05 REBALANCE PLAN
November 2004**

<u>Appropriation Line</u>	<u>2003 Oregon Laws Reference</u>	<u>Fund Type</u>	<u>Adjustments to Legislatively Approved Budget</u>
<u>Transfers, Appropriation Increases, and Expenditure Limitation Adjustments:</u>			
Patrol Services, Criminal Investigations, & Gaming Enforcement	Chpt 666, Sec 1(1)	General Fund	(1,014,697)
	Chpt 666, Sec 2(1)	Other Funds	(600,000)
	Chpt 666, Sec 3(1)	Federal Funds	<u>3,687,002</u>
		Total	2,072,305
Fish and Wildlife Enforcement	Chpt 666, Sec 1(2)	General Fund	(161,202)
		Total	<u>(161,202)</u>
Forensics Services and State Medical Examiner	Chpt 666, Sec 1(3)	General Fund	(1,432,824)
	New Limitation	Federal Funds	1,340,674
		Total	<u>(92,150)</u>
Human Resources, Office of Information Management & Criminal Justice Services	Chpt 666, Sec 1(4)	General Fund	2,668,723
	Chpt 666, Sec 2(4)	Other Funds	2,602,124
	Chpt 666, Sec 3(3)	Federal Funds	47,801,834
		Total	<u>53,072,681</u>
Office of Emergency Management	Chpt 666, Sec 1(5)	General Fund	(60,000)
		Total	<u>(60,000)</u>
State Fire Marshal	New appropriation	General Fund	645,259
	Chpt 666, Sec 2(6)	Other Funds	2,375,497
		Total	<u>3,020,756</u>
Department Totals		General Fund	645,259
		Other Funds	4,377,621
		Federal Funds	52,829,510
		Dept. Total	<u>57,852,390</u>

Special Purpose Appropriation Transfer Detail

Oregon Laws 2003 Chapter/Section	Agency/Purpose	Amount
Chapter 710, sec. 1(2)(a)	Secretary of State -- September 2003 Special Election Costs	(212,562)
Chapter 723, sec. 11(1)	Department of Education -- Early Intervention/Early Childhood Special Education caseload	(6,500,000)
Chapter 723, sec. 11(2)	Department of Education -- Student Assessment System	(1,000,000)
Chapter 723, sec. 11(3)	Department of Education -- Operations	(300,000)
Total transfers from special purpose appropriations		(8,012,562)
Chapter 710, sec. 1(1)	Emergency Board -- General Purpose	8,012,562
Net General Fund Change		0