

**Legislative
Fiscal Office**

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**Joint Committee on
Ways and Means**

Sen. Richard Devlin, Senate Co-Chair
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Rep. Greg Smith, House Co-Vice Chair

To: Natural Resources Subcommittee
From: Paul Siebert, Legislative Fiscal Office
Date: June 27, 2017
Subject: SB 5518 – Department of Environmental Quality
Work Session Recommendations

Department of Environmental Quality – Agency Totals

	2013-15 Actual	2015-17 Legislatively Approved	2017-19 Current Service Level	2017-19 LFO Recommended
General Fund	30,960,731	38,207,047	39,963,680	44,981,201
Lottery Funds	3,873,253	4,084,177	4,187,950	4,687,925
Other Funds	120,390,027	153,167,568	160,645,627	172,864,750
Other Funds NL	104,790,547	127,264,767	91,216,687	131,686,687
Federal Funds	24,266,508	29,567,515	31,043,806	29,055,157
Total Funds	\$284,281,066	\$352,291,074	\$327,057,750	\$383,275,720
Positions	728	753	749	743
FTE	710.09	730.31	735.93	722.14

The 2017-19 Legislative Fiscal Office recommended budget for the Department of Environmental Quality is \$383,275,720 Total Funds (\$44,981,201 General Fund, \$4,687,925 Lottery Funds, \$172,864,750 Other Funds, \$131,686,687 Other Funds Nonlimited, and \$29,055,157 Federal Funds) and 743 positions (722.14 FTE). Eliminates 16 long term vacant positions.

Adjustments to Current Service Level

See attached “Work Session Presentation Report.”

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

Accept LFO Recommendation:

MOTION: I move the LFO recommendation to SB 5518. (VOTE)

OR

Change LFO Recommendation:

MOTION: I move the LFO recommendation to SB 5518, with modifications. (VOTE)

Performance Measures

See attached “Legislatively Proposed 2017-19 Key Performance Measures.”

Accept LFO Recommendation:

MOTION: I move the LFO recommendation on Key Performance Measures. (VOTE)

OR

Change LFO Recommendation:

MOTION: I move the LFO recommendation on Key Performance Measures, with modifications. (VOTE)

Recommended Changes

LFO recommends a budget of \$44,981,201 General Fund, \$4,687,925 Lottery Funds, \$172,864,750 Other Funds, \$131,686,687 Other Funds Nonlimited, \$29,055,157 Federal Funds and 743 positions (722.14 FTE), which is reflected in the -2 amendment.

MOTION: I move adoption of the -2 amendment to SB 5518. (VOTE)

Final Subcommittee Action

LFO recommends that SB 5518, as amended by the -2 amendment, to be moved to the Ways and Means Full Committee.

MOTION: I move SB 5518, as amended, to the Full Committee with a do pass recommendation. (VOTE)

Carriers

Full Committee: _____

House Floor: _____

Senate Floor: _____

	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
2015-17 Agy. Leg. Adopted	33,948,448	3,945,160	149,103,999	28,970,775	127,264,767	-	343,233,149	739	722.57
2015-17 Ebds, SS & Admin Act	4,258,599	139,017	4,063,569	596,740	-	-	9,057,925	14	7.74
Ways & Means Actions	-	-	-	-	-	-	-	-	-
2015-17 Leg Approved Budget	38,207,047	4,084,177	153,167,568	29,567,515	127,264,767	-	352,291,074	753	730.31
2015-17 Leg Approved Budget (Base)	37,982,047	4,084,177	152,995,169	29,567,515	127,264,767	-	351,893,675	753	730.31
Summary of Base Adjustments	1,372,067	57,306	4,401,931	629,506	(36,048,080)	-	(29,587,270)	(4)	5.62
2017-19 Base Budget	39,354,114	4,141,483	157,397,100	30,197,021	91,216,687	-	322,306,405	749	735.93
010: Non-PICS Pers Svc/Vacancy Factor	46,289	(5,101)	(154,254)	(22,298)	-	-	(135,364)	-	-
020: Phase In / Out Pgm & One-time Cost	(5,174)	-	(24,897)	-	-	-	(30,071)	-	-
030: Inflation & Price List Adjustments	568,451	51,568	3,782,846	513,915	-	-	4,916,780	-	-
050: Fundshifts and Revenue Reductions	-	-	(478,680)	478,680	-	-	-	-	-
060: Technical Adjustments	-	-	123,512	(123,512)	-	-	-	-	-
2017-19 Current Service Level	39,963,680	4,187,950	160,645,627	31,043,806	91,216,687	-	327,057,750	749	735.93
070: Revenue Reductions/Shortfall	5	(25)	(4,451,778)	(1,988,649)	-	-	(6,440,447)	(23)	(25.42)
Adjusted 2017-19 Current Service Level	39,963,685	4,187,925	156,193,849	29,055,157	91,216,687	-	320,617,303	726	710.51
Total LFO Recommended Packages	5,017,516	500,000	16,670,901	-	40,470,000	-	62,658,417	17	11.63
2017-19 Legislative Actions	44,981,201	4,687,925	172,864,750	29,055,157	131,686,687	-	383,275,720	743	722.14
Net change from 2015-17 Leg Approved Budget	6,774,154	603,748	19,697,182	(512,358)	4,421,920	-	30,984,646	(10)	(8.17)
Percent change from 2015-17 Leg Approved Budget	17.7%	14.8%	12.9%	(1.7%)	3.5%	0.0%	8.8%	(1.3%)	(1.1%)
Net change from 2017-19 Adj Current Service Level	5,017,516	500,000	16,670,901	-	40,470,000	-	62,658,417	17	11.63
Percent change from 2017-19 Adj Current Service Level	12.6%	11.9%	10.7%	0.0%	44.4%	0.0%	19.5%	2.3%	1.6%

	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
2015-17 Agy. Leg. Adopted	6,219,287	-	44,074,449	9,147,209	-	-	59,440,945	230	224.60
2015-17 Ebds, SS & Admin Act	3,180,667	-	1,219,286	193,739	-	-	4,593,692	13	7.58
Ways & Means Actions	-	-	-	-	-	-	-	-	-
2015-17 Leg Approved Budget	9,399,954	-	45,293,735	9,340,948	-	-	64,034,637	243	232.18
2015-17 Leg Approved Budget (Base)	9,174,954	-	45,293,735	9,340,948	-	-	63,809,637	243	232.18
Summary of Base Adjustments	939,042	-	1,197,247	181,892	-	-	2,318,181	(1)	4.42
2017-19 Base Budget	10,113,996	-	46,490,982	9,522,840	-	-	66,127,818	242	236.60
010: Non-PICS Pers Svc/Vacancy Factor	63,314	-	(18,796)	(4,484)	-	-	40,034	-	-
020: Phase In / Out Pgm & One-time Cost	238,554	-	-	-	-	-	238,554	-	-
030: Inflation & Price List Adjustments	171,323	-	638,955	193,204	-	-	1,003,482	-	-
050: Fundshifts and Revenue Reductions	-	-	(660,939)	660,939	-	-	-	-	-
060: Technical Adjustments	-	-	123,512	-	-	-	123,512	-	0.50
2017-19 Current Service Level	10,587,187	-	46,573,714	10,372,499	-	-	67,533,400	242	237.10
070: Revenue Reductions/Shortfall	(1)	-	(2,997,245)	(183,114)	-	-	(3,180,360)	(11)	(13.00)
Adjusted 2017-19 Current Service Level	10,587,186	-	43,576,469	10,189,385	-	-	64,353,040	231	224.10
Total LFO Recommended Packages	2,546,266	-	10,469,629	-	-	-	13,015,895	9	6.76
2017-19 Legislative Actions	13,133,452	-	54,046,098	10,189,385	-	-	77,368,935	240	230.86
Net change from 2015-17 Leg Approved Budget	3,733,498	-	8,752,363	848,437	-	-	13,334,298	(3)	(1.32)
Percent change from 2015-17 Leg Approved Budget	39.7%	0.0%	19.3%	9.1%	0.0%	0.0%	20.8%	(1.2%)	(0.6%)
Net change from 2017-19 Adj Current Service Level	2,546,266	-	10,469,629	-	-	-	13,015,895	9	6.76
Percent change from 2017-19 Adj Current Service Level	24.1%	0.0%	24.0%	0.0%	0.0%	0.0%	20.2%	3.9%	3.0%

	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
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Package 070 Revenue Shortfalls

Package Description This package reduces position authority, as well as, Other Funds and Federal Funds expenditure limitation to adjust expenditures to expected revenues at current service level. The package permanently eliminates 2.00 FTE from the Title V program along with Services and Supplies; and permanently eliminates 7.00 FTE in the Vehicle Inspection Program and \$1.2 million in Services and Supplies.

LFO Recommendation Approve

LFO Recommended	(1)	-	(2,997,245)	(183,114)	-	-	(3,180,360)	(11)	(13.00)
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	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
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Package 113 Implement CAO-Real-time Metals Monitoring

Package Description This package provides \$2.5 million General Fund to significantly improve DEQ's capacity to monitor the quality of air around specific sites of potential concern and across entire air sheds. \$875,000 of the General Fund added in this package is for purchase of equipment and is therefore added on a one-time basis.

LFO Recommendation Approve

LFO Recommended	2,500,000	-	-	-	-	-	2,500,000	9	6.76
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	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
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Package 114 Reduce Wood Smoke Emissions

Package Description Adds \$250,000 General Fund that will be used to support the wood smoke reduction program, which works with local communities to reduce wood smoke emissions through woodstove changeouts, education and outreach, and woodstove curtailment. This is added on a one-time basis.

LFO Recommendation Approve

LFO Analyst Notes

LFO Recommended	250,000	-	-	-	-	-	250,000	-	-
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	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
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Package 115 Reduce Harmful Diesel Emissions

Package Description This package is tied to legislation that would modify the Clean Diesel Engine Fund to make explicit the agency's statutory authority to receive Volkswagen settlement funds and to expend them from the fund under the terms of the final decree. The package adds \$737,022 Other Funds expenditure limitation for one position to develop administrative rules during the first year of the biennium and then phases in three positions in the latter part of the biennium to implement the Volkswagen award program. With this level of staffing, DEQ expects that the entire settlement could be disbursed within eight years. The Settlement agreement allows the recipient to expend up to 15 percent of the received funds on administrative costs.

LFO Recommendation Approve

LFO Recommended	-	-	10,737,022	-	-	-	10,737,022	4	2.50
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	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
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Package 812 Vacant Position Elimination

Package Description Eliminates three NRS 3 positions (2.00 FTE) and a Chemist 3 position (1.00 FTE) vacant for more than a year.

LFO Recommendation Approve

LFO Recommended	(203,734)	-	(267,393)	-	-	-	(471,127)	(4)	(2.50)
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	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
2015-17 Agy. Leg. Adopted	22,915,342	3,945,160	23,786,290	12,574,622	-	-	63,221,414	231	223.92
2015-17 Ebds, SS & Admin Act	1,018,750	139,017	772,612	283,209	-	-	2,213,588	1	0.16
Ways & Means Actions	-	-	-	-	-	-	-	-	-
2015-17 Leg Approved Budget	23,934,092	4,084,177	24,558,902	12,857,831	-	-	65,435,002	232	224.08
2015-17 Leg Approved Budget (Base)	23,934,092	4,084,177	24,558,902	12,857,831	-	-	65,435,002	232	224.08
Summary of Base Adjustments	956,506	57,306	828,577	295,310	-	-	2,137,699	2	0.78
2017-19 Base Budget	24,890,598	4,141,483	25,387,479	13,153,141	-	-	67,572,701	234	224.86
010: Non-PICS Pers Svc/Vacancy Factor	(16,092)	(5,101)	1,352	(12,326)	-	-	(32,167)	-	-
020: Phase In / Out Pgm & One-time Cost	(273,347)	-	-	-	-	-	(273,347)	-	-
030: Inflation & Price List Adjustments	385,568	51,568	245,764	219,331	-	-	902,231	-	-
050: Fundshifts and Revenue Reductions	-	-	(24,451)	24,451	-	-	-	-	-
060: Technical Adjustments	-	-	-	(123,512)	-	-	(123,512)	-	(0.50)
2017-19 Current Service Level	24,986,727	4,187,950	25,610,144	13,261,085	-	-	68,045,906	234	224.36
070: Revenue Reductions/Shortfall	6	(25)	(705,394)	(1,739,021)	-	-	(2,444,434)	(5)	(7.14)
Adjusted 2017-19 Current Service Level	24,986,733	4,187,925	24,904,750	11,522,064	-	-	65,601,472	229	217.22
Total LFO Recommended Packages	1,150,000	500,000	8,946	-	-	-	1,658,946	-	0.53
2017-19 Legislative Actions	26,136,733	4,687,925	24,913,696	11,522,064	-	-	67,260,418	229	217.75
Net change from 2015-17 Leg Approved Budget	2,202,641	603,748	354,794	(1,335,767)	-	-	1,825,416	(3)	(6.33)
Percent change from 2015-17 Leg Approved Budget	9.2%	14.8%	1.4%	(10.4%)	0.0%	0.0%	2.8%	(1.3%)	(2.8%)
Net change from 2017-19 Adj Current Service Level	1,150,000	500,000	8,946	-	-	-	1,658,946	-	0.53
Percent change from 2017-19 Adj Current Service Level	4.6%	11.9%	0.0%	0.0%	0.0%	0.0%	2.5%	0.0%	0.2%

	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
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Package 070 Revenue Shortfalls

Package Description This package reduces position authority, as well as, Other Funds and Federal Funds expenditure limitation to adjust expenditures to expected revenues at current service level. Much of the reductions are a result of reducing the amount of federal funds expected to be received by DEQ next biennium. Two positions and \$343,729 Other Funds expenditure limitation are proposed for restoration in Policy Package 120.

LFO Recommendation Approve

LFO Recommended	6	(25)	(705,394)	(1,739,021)	-	-	(2,444,434)	(5)	(7.14)
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	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
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Package 120 Minimizing Impacts from Urban Stormwater

Package Description Federal law requires municipalities in urban areas to obtain federal National Pollutant Discharge Elimination System permits. DEQ has insufficient revenue to administer this program, which resulted in reductions in package 070 to match program expenditures to current service level revenue. The agency is proposing a fee increase and new fee for wastewater permitting to generate \$343,729 Other Funds to restore two positions eliminated in Package 070.

LFO Recommendation Approve

LFO Recommended	-	-	343,729	-	-	-	343,729	2	1.76
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	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
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Package 124 Onsite Septic System Loan Program

Package Description Provides \$1,300,000 General Fund for low cost loans to repair or replace failing onsite septic systems and \$200,000 for administrative costs. SB 1563 (2016) established this program. DEQ will use an outside contractor to run the program. If the full \$200,000 isn't needed for administering the remaining funds are to be used to fund additional loans. This funding is added on a one-time basis.

LFO Recommendation Approve

LFO Recommended	1,500,000	-	-	-	-	-	1,500,000	-	-
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	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
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Package 125 Water Quality Permit Program Improvements

Package Description A budget note in the DEQ budget report for the 2015-17 biennium directed the agency to work with an outside consultant to identify ways to improve the agency's water quality permit program, which has had a significant backlog for some time. This package is intended to implement improvements identified in the consultant's report to improve program efficiency and effectiveness.

LFO Recommendation Approve

LFO Analyst Notes

LFO Recommended	-	500,000	185,560	-	-	-	685,560	4	3.27
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	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
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Package 801 LFO Analyst Adjustments

Package Description Eliminates an eastern basin TMDL position and makes unspecified Services & Supplies reductions.

LFO Recommendation Approve

LFO Recommended	(350,000)	-	-	-	-	-	(350,000)	(1)	(1.00)
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	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
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Package 812 Vacant Position Elimination

Package Description Eliminates two NRS 4 positions (1.50 FTE), a NRS 2 position (1.00 FTE), a Chemist 1 position (FTE 0.50), and an Administrative Specialist position (0.50 FTE) vacant for more than a year.

LFO Recommendation Approve

LFO Recommended	-	-	(520,343)	-	-	-	(520,343)	(5)	(3.50)
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	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
2015-17 Agy. Leg. Adopted	955,807	-	56,260,577	7,248,944	-	-	64,465,328	189	187.85
2015-17 Ebds, SS & Admin Act	59,182	-	1,247,193	119,792	-	-	1,426,167	-	-
Ways & Means Actions	-	-	-	-	-	-	-	-	-
2015-17 Leg Approved Budget	1,014,989	-	57,507,770	7,368,736	-	-	65,891,495	189	187.85
2015-17 Leg Approved Budget (Base)	1,014,989	-	57,507,770	7,368,736	-	-	65,891,495	189	187.85
Summary of Base Adjustments	30,801	-	1,744,616	152,304	-	-	1,927,721	(2)	1.28
2017-19 Base Budget	1,045,790	-	59,252,386	7,521,040	-	-	67,819,216	187	189.13
010: Non-PICS Pers Svc/Vacancy Factor	(933)	-	2,838	(5,488)	-	-	(3,583)	-	-
020: Phase In / Out Pgm & One-time Cost	29,619	-	20,217	-	-	-	49,836	-	-
030: Inflation & Price List Adjustments	11,560	-	1,036,750	101,380	-	-	1,149,690	-	-
050: Fundshifts and Revenue Reductions	-	-	206,710	(206,710)	-	-	-	-	-
2017-19 Current Service Level	1,086,036	-	60,518,901	7,410,222	-	-	69,015,159	187	189.13
070: Revenue Reductions/Shortfall	-	-	(749,139)	(66,514)	-	-	(815,653)	(7)	(5.28)
Adjusted 2017-19 Current Service Level	1,086,036	-	59,769,762	7,343,708	-	-	68,199,506	180	183.85
Total LFO Recommended Packages	50,000	-	6,447,537	-	-	-	6,497,537	6	5.25
2017-19 Legislative Actions	1,136,036	-	66,217,299	7,343,708	-	-	74,697,043	186	189.10
Net change from 2015-17 Leg Approved Budget	121,047	-	8,709,529	(25,028)	-	-	8,805,548	(3)	1.25
Percent change from 2015-17 Leg Approved Budget	11.9%	0.0%	15.1%	(0.3%)	0.0%	0.0%	13.4%	(1.6%)	0.7%
Net change from 2017-19 Adj Current Service Level	50,000	-	6,447,537	-	-	-	6,497,537	6	5.25
Percent change from 2017-19 Adj Current Service Level	4.6%	0.0%	10.8%	0.0%	0.0%	0.0%	9.5%	3.3%	2.9%

	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
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Package 070 Revenue Shortfalls

Package Description This package eliminates positions and expenditures due to revenue shortfalls in Federal Funds and Other Funds. The package permanently eliminates 2.90 FTE in the Emergency Response section. It also eliminates 2.00 FTE funded with underground storage tank fees. Policy Package 132 would restore these positions to full time. This package also reduces 0.36 FTE in cross program positions in DEQ's Laboratory.

LFO Recommendation Approve

LFO Recommended	-	-	(749,139)	(66,514)	-	-	(815,653)	(7)	(5.28)
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	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
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Package 131 Implement Materials Management 2050 Vision

Package Description This package supports the continued implementation of DEQ’s Materials Management 2050 Vision which is a plan for sustainable materials management. The agency received funding to initiate this program during the 2015-17 biennium through an increase in the solid waste permit and tipping fees. This package is funded with \$2.5 million Other Funds.

The package provides funding for five new positions including two new business initiative specialists (NRS 3) to work with manufactures on a voluntary basis to reduce the impact of materials; two sustainable consumption specialists (NRS 4) to develop partnerships with industry and local governments to reduce food waste and support sustainable consumption of materials; and one Operation and Policy Analyst 1 to assist in program evaluation, planning and budget develop, as well as budget, policy, and rule development. In addition, the package contains \$1.7 million to provide grants to local governments to reduce the generation of waste and maximize the benefits of materials recovery and reducing toxic chemicals.

LFO Recommendation Approve

LFO Recommended	-	-	2,490,130	-	-	-	2,490,130	5	4.25
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Land Quality

	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
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Package 132 Restore Underground Storage Tanks Inspection

Package Description Current fee revenue is insufficient to meet the inspection requirements of the federal underground storage tank program. Currently, DEQ is authorized to operate the UST program on behalf of EPA, and receives a Leaking Underground Storage Tank and LUST Prevention grant funding from EPA to address cleanup and inspection. In FY 2017 the grants total \$1.3 million. If funding is not increased the agency may lose that authorization and all or part of the grant funding. HB 2268 increases the underground storage fees. With this revenue, the agency will restore two inspector positions eliminated in Policy Package 070 and will add a new permanent UST Program Analyst position (1.00 FTE) which will be focused on invoicing processes and required reporting and will serve as the expert on program reporting.

LFO Recommendation Approve

LFO Recommended	-	-	629,324	-	-	-	629,324	3	3.00
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	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
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Package 135 Orphan Site Cleanups

Package Description Adds Other Funds expenditure limitation to expend a portion of the \$10 million in general obligation bonds requested to be issued during 2017-19. The Orphan Site Account is used to fund investigations and cleanup at sites where parties who are responsible for the pollution are unknown, unable or unwilling to perform cleanup related work. The Orphan Site Account is also used to meet Oregon's obligations at federally-funded Superfund sites. Oregon must contribute 10 percent of EPA's cleanup costs and pay 100 percent of long-term maintenance costs at federally-funded Superfund sites. DEQ does not request Orphan Sites bonds every biennium but is requesting them in 2017-19.

LFO Recommendation Approve

LFO Recommended	-	-	3,682,500	-	-	-	3,682,500	-	-
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Land Quality

	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
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Package 136 Lead Paint Task Force

Package Description This package adds \$50,000 General Fund to support a task force on lead paint.

LFO Recommendation Approve

LFO Recommended	50,000	-	-	-	-	-	50,000	-	-
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	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
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Package 812 Vacant Position Elimination

Package Description Eliminates a NRS 4 (1.00 FTE) and a NRS 3 (1.00 FTE) vacant for more than one year.

LFO Recommendation Approve

LFO Recommended	-	-	(354,417)	-	-	-	(354,417)	(2)	(2.00)
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	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
2015-17 Agy. Leg. Adopted	-	-	24,982,683	-	-	-	24,982,683	89	86.20
2015-17 Ebds, SS & Admin Act	-	-	824,478	-	-	-	824,478	-	-
Ways & Means Actions	-	-	-	-	-	-	-	-	-
2015-17 Leg Approved Budget	-	-	25,807,161	-	-	-	25,807,161	89	86.20
2015-17 Leg Approved Budget (Base)	-	-	25,634,762	-	-	-	25,634,762	89	86.20
Summary of Base Adjustments	-	-	631,491	-	-	-	631,491	(3)	(0.86)
2017-19 Base Budget	-	-	26,266,253	-	-	-	26,266,253	86	85.34
010: Non-PICS Pers Svc/Vacancy Factor	-	-	(139,648)	-	-	-	(139,648)	-	-
020: Phase In / Out Pgm & One-time Cost	-	-	(45,114)	-	-	-	(45,114)	-	-
030: Inflation & Price List Adjustments	-	-	1,861,377	-	-	-	1,861,377	-	-
2017-19 Current Service Level	-	-	27,942,868	-	-	-	27,942,868	86	85.34
Adjusted 2017-19 Current Service Level	-	-	27,942,868	-	-	-	27,942,868	86	85.34
Total LFO Recommended Packages	750,000	-	(255,211)	-	-	-	494,789	2	(0.91)
2017-19 Legislative Actions	750,000	-	27,687,657	-	-	-	28,437,657	88	84.43
Net change from 2015-17 Leg Approved Budget	750,000	-	1,880,496	-	-	-	2,630,496	(1)	(1.77)
Percent change from 2015-17 Leg Approved Budget	100.0%	0.0%	7.3%	0.0%	0.0%	0.0%	10.2%	(1.1%)	(2.1%)
Net change from 2017-19 Adj Current Service Level	750,000	-	(255,211)	-	-	-	494,789	2	(0.91)
Percent change from 2017-19 Adj Current Service Level	100.0%	0.0%	(0.9%)	0.0%	0.0%	0.0%	1.8%	2.3%	(1.1%)

	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
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Package 161 Environmental Data Management System

Package Description Adds \$750,000 General Fund, \$351,685 Other Funds expenditure limitation and 7 limited duration positions (3.63 FTE) to continue planning and development thru March 2018 of an environmental data management system (EDMS) that will provide interactive service to the public and stakeholders, while also standardizing and streamlining DEQ's internal business practices. The agency anticipates it can complete Stage Gate 2 endorsement within this time-period. DEQ will develop a funding request for the February legislative session to continue the EDMS project through the remainder of the 2017-19 biennium. This funding is added on a one-time basis.

LFO Recommendation Approve

LFO Recommended	750,000	-	351,685	-	-	-	1,101,685	7	3.63
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	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
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Package 812 Vacant Position Elimination

Package Description Eliminates five administrative positions vacant more than a year.

LFO Recommendation Approve

LFO Recommended	-	-	(606,896)	-	-	-	(606,896)	(5)	(4.54)
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	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
2015-17 Agy. Leg. Adopted	-	-	-	-	112,550,000	-	112,550,000	-	-
2015-17 Ebds, SS & Admin Act	-	-	-	-	-	-	-	-	-
Ways & Means Actions	-	-	-	-	-	-	-	-	-
2015-17 Leg Approved Budget	-	-	-	-	112,550,000	-	112,550,000	-	-
2015-17 Leg Approved Budget (Base)	-	-	-	-	112,550,000	-	112,550,000	-	-
Summary of Base Adjustments	-	-	-	-	(27,101,200)	-	(27,101,200)	-	-
2017-19 Base Budget	-	-	-	-	85,448,800	-	85,448,800	-	-
2017-19 Current Service Level	-	-	-	-	85,448,800	-	85,448,800	-	-
Adjusted 2017-19 Current Service Level	-	-	-	-	85,448,800	-	85,448,800	-	-
Total LFO Recommended Packages	-	-	-	-	30,450,000	-	30,450,000	-	-
2017-19 Legislative Actions	-	-	-	-	115,898,800	-	115,898,800	-	-
Net change from 2015-17 Leg Approved Budget	-	-	-	-	3,348,800	-	3,348,800	-	-
Percent change from 2015-17 Leg Approved Budget	0.0%	0.0%	0.0%	0.0%	3.0%	0.0%	3.0%	0.0%	0.0%
Net change from 2017-19 Adj Current Service Level	-	-	-	-	30,450,000	-	30,450,000	-	-
Percent change from 2017-19 Adj Current Service Level	0.0%	0.0%	0.0%	0.0%	35.6%	0.0%	35.6%	0.0%	0.0%

Non-Limited

	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
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Package 181 Clean Water SRF - Loans and Bonds

Package Description This package proposes non-limited expenditure limitation of \$150,000 in costs of issuance associated with bonds issued to provide the state match component of the federal capitalization grants for the Clean Water State Revolving Fund. The agency also proposes an additional \$30 million of Other Funds Nonlimited limitation to make CWSRF loans using the Federal Funds provided to Oregon.

LFO Recommendation Approve

LFO Recommended	-	-	-	-	30,150,000	-	30,150,000	-	-
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Non-Limited

	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
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Package 183 Clean Up Contam Orphan Sites - Bonds

Package Description This package documents \$300,000 in non-limited Other Fund expenditure limitation to pay for bond issuance costs associated with two XI- H GO bond sales during the 2017-19 biennium totaling \$10.3 million.

LFO Recommendation Approve

LFO Recommended	-	-	-	-	300,000	-	300,000	-	-
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	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
2015-17 Agy. Leg. Adopted	3,858,012	-	-	-	14,714,767	-	18,572,779	-	-
2015-17 Ebds, SS & Admin Act	-	-	-	-	-	-	-	-	-
Ways & Means Actions	-	-	-	-	-	-	-	-	-
2015-17 Leg Approved Budget	3,858,012	-	-	-	14,714,767	-	18,572,779	-	-
2015-17 Leg Approved Budget (Base)	3,858,012	-	-	-	14,714,767	-	18,572,779	-	-
Summary of Base Adjustments	(554,282)	-	-	-	(8,946,880)	-	(9,501,162)	-	-
2017-19 Base Budget	3,303,730	-	-	-	5,767,887	-	9,071,617	-	-
2017-19 Current Service Level	3,303,730	-	-	-	5,767,887	-	9,071,617	-	-
Adjusted 2017-19 Current Service Level	3,303,730	-	-	-	5,767,887	-	9,071,617	-	-
Total LFO Recommended Packages	521,250	-	-	-	10,020,000	-	10,541,250	-	-
2017-19 Legislative Actions	3,824,980	-	-	-	15,787,887	-	19,612,867	-	-
Net change from 2015-17 Leg Approved Budget	(33,032)	-	-	-	1,073,120	-	1,040,088	-	-
Percent change from 2015-17 Leg Approved Budget	(0.9%)	0.0%	0.0%	0.0%	7.3%	0.0%	5.6%	0.0%	0.0%
Net change from 2017-19 Adj Current Service Level	521,250	-	-	-	10,020,000	-	10,541,250	-	-
Percent change from 2017-19 Adj Current Service Level	15.8%	0.0%	0.0%	0.0%	173.7%	0.0%	116.2%	0.0%	0.0%

	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
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Package 191 Clean Water SRF Bond Debt Service

Package Description This package provides Other Funds expenditure limitation to pay Debt Service on short term bonds issued to meet the state match for federal capitalization grants to maintain Oregon's Clean Water State Revolving Fund. This is linked with Policy Package 181, which would sell bonds to provide resources for new loans from the Clean Water State Revolving Fund. Debt Service for the bonds will be sourced from the interest earnings received by the CWSRF and totals \$10.0 million.

LFO Recommendation Approve

LFO Recommended	-	-	-	-	10,020,000	-	10,020,000	-	-
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	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
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Package 193 Clean Up Contam Orphan Sites - Debt Service

Package Description This package appropriates funds for debt service on \$5 million XI-H GO bond approved for an early sale. The bond proceeds will be used to pay for cleanup of high priority Orphan sites in Oregon. The limitation to spend the proceeds is in Package 135 in Land Quality

LFO Recommendation Approve

LFO Recommended	521,250	-	-	-	-	-	521,250	-	-
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