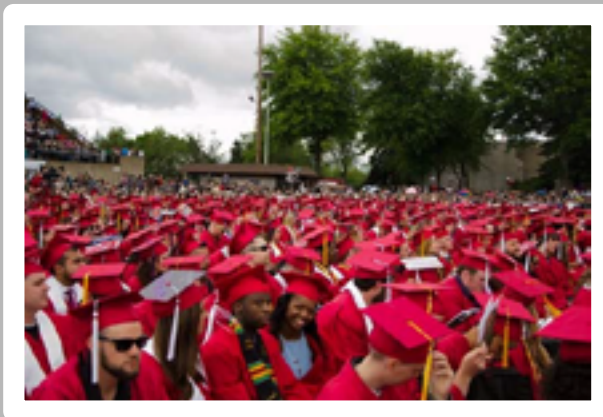


# OFFICE OF UNIVERSITY COORDINATION: PUBLIC UNIVERSITY BUDGET REPORT SUMMARY, 2018-19



Source: Western Oregon University

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## INTRODUCTION

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The annual Public University Budget Report Summary (BRS) is a reference document containing Legislatively Approved Budget (LAB) allocations of state appropriations. This BRS provides detailed funding allocation information, legislative bill summaries and institution projections/budgets of Statewide Public Service, self-support, and tuition/fee revenues. For further detail on an institution's revenues and spending, please consult its individual budget, often available through the respective institution's website. This BRS only concerns state resources designated for Oregon's seven public universities, and does not fully cover the budget of any other HECC division or sector, including student financial aid.

This document contains information specific to the 2018-19 fiscal year and, where possible, the 2017-19 biennium.

### THE HIGHER EDUCATION COORDINATING COMMISSION (HECC)

ORS 350.075(3) (e) states that the HECC shall:

*(A) Each biennium, after receiving funding requests from the state's community colleges and public universities as authorized by law, recommend to the Governor a consolidated higher education budget request aligned with the strategic plan described in subsection (3)(d) of this section, including appropriations for:*

*(i) Student access programs;*

*(ii) Public universities listed in ORS 352.002 including but not limited to education and general operations, statewide public services and state-funded debt service;*

Per ORS 352.087, universities with a governing board may expend funds consistent with relevant law. The HECC does not have authority to regulate specific expenditure choices or revenue budgeting by institutions.

The HECC is, however, charged through ORS 350.075(3)(f) with the responsibility to:

*Adopt rules governing the distribution of appropriations from the Legislative Assembly to community colleges, public universities listed in ORS 352.002 and student access programs. These rules must be based on allocation formulas developed in consultation with the state's community colleges and public universities, as appropriate.*

The major allocation rules formed and administered by the HECC, codified as Oregon Administrative Rules (OAR) [715-013-0025](#) and [715-013-0040](#), collectively form the basis for the Student Success and Completion Model (SSCM), an outcomes-based approach to the allocation of the Public University Support Fund (PUSF) between Oregon's seven public universities. The PUSF and SSCM will be described in more detail later in this document.

Additionally, [OAR 715-013-0060](#), [715-013-0062](#), [715-013-0064](#) and [715-013-0066](#) provide the allocation basis for various state program funds.

### UNIVERSITY FUNDING SUMMARY AND HISTORY

Public University funding primarily flows through the following five channels:

1. Public University Support Fund (PUSF): The PUSF is the state's primary direct funding contribution for university operations and is allocated to institutions via the Student Success and Completion Model (SSCM). The PUSF is included in a common representation, or

computation, of university support called Education & General Support, or E&G.

NOTE: A designated PUSF was first created in the 2013-15 biennium. Prior to 2013-15, a number of different individual appropriations comprised what would today be recognized as the PUSF. Because of this historical incongruence, PUSF figures prior to 2013-15 reported in this document represent efforts to unpack sections of historical appropriations and repack them into groups that approximate today's appropriation categories, including the PUSF.

2. Public University State Programs: State Programs are largely non-academic programs at public universities focusing on a public university's public service mission. This category also includes any one-time funding streams that are for non-academic programs. Items which are not recognized as continuing State Programs (or are not explicitly so) are referred to as "Targeted and One Time Appropriations." As with the PUSF, the State Programs category is also generally included in the computation of E&G Support.
3. Statewide Public Service Programs (SWPS): This funding stream provides funding for the three SWPS at Oregon State University (Agricultural Experiment Station, Extension Service and Forest Research Laboratory). Beginning with the current biennia, it also includes Lottery Funds for the voter-approved Outdoor School Program administered by the Extension Service.
4. Sports Lottery: This appropriation of Lottery Funds provides support to academic and athletic scholarships at each of the seven public universities. This funding stream replaced funding through the discounted Sports Action Lottery game.
5. Public University Debt Service: This funding provides for debt service payments on state paid bonds and debt for public universities. Some bonds (XI-Q, XI-G and Lottery) have debt service paid by the state, some (SELP loans) are paid by a mix of state appropriation and institution revenues, and yet other types (XI-F(1) bonds) see debt service paid by the associated institution. More detail on bond types and other capital financing programs is available in the debt service section of this document.

The following is the history of selected funding streams over the past several biennia:

		BIENNIAL FUNDING HISTORY								
		2003-05	2005-07	2007-09	2009-11	2011-13	2013-15*	2015-17	2017-19 LAB	
E&G Funding	PUSF or Similar	\$ 522,251,221	\$ 560,902,024	\$ 574,523,696	\$ 587,907,865	\$ 447,768,531	\$ 522,845,511	\$ 667,327,500	\$ 736,898,582	
	State Programs or Similar	\$ 22,027,502	\$ 31,470,262	\$ 41,115,918	\$ 43,546,481	\$ 38,752,165	\$ 25,755,757	\$ 39,120,363	\$ 44,646,108	
	<b>Subtotal</b>	<b>\$ 544,278,723</b>	<b>\$ 592,372,286</b>	<b>\$ 615,639,614</b>	<b>\$ 631,454,346</b>	<b>\$ 486,520,696</b>	<b>\$ 548,601,268</b>	<b>\$ 706,447,863</b>	<b>\$ 781,544,690</b>	
Federal Funds, Debt Service and Sports Lottery Funding	State Stabilization Fund (Federal)	-	-	\$ 55,636,352	\$ 1,872,039	-	-	-	-	
	General Fund Capital	\$ 11,519,853	\$ 14,796,329	\$ 28,327,500	-	-	-	-	\$ 1,690,000	
	General Fund Debt Service	\$ 26,406,270	\$ 30,297,888	\$ 39,384,572	\$ 68,736,956	\$ 86,788,277	\$ 89,165,306	\$ 119,704,939	\$ 153,230,455	
	Sports Lottery	\$ 4,205,837	\$ 5,744,210	\$ 11,871,903	\$ 9,665,582	\$ 8,405,490	\$ 8,000,000	\$ 8,240,000	\$ 8,240,000	
	Lottery Funds Debt Service	\$ 3,543,569	\$ 5,673,312	\$ 13,298,809	\$ 13,889,349	\$ 14,394,033	\$ 25,571,489	\$ 31,887,710	\$ 31,881,610	
	<b>Subtotal</b>	<b>\$ 589,954,252</b>	<b>\$ 648,884,025</b>	<b>\$ 764,158,750</b>	<b>\$ 725,618,272</b>	<b>\$ 596,108,496</b>	<b>\$ 671,338,063</b>	<b>\$ 866,280,512</b>	<b>\$ 976,586,755</b>	
Statewide Public Services Funding	Agricultural Experiment Station	\$ 50,238,500	\$ 54,668,605	\$ 58,181,827	\$ 53,498,403	\$ 51,793,494	\$ 55,275,282	\$ 63,121,066	\$ 66,088,861	
	Extension Service	\$ 35,123,305	\$ 39,412,724	\$ 42,079,508	\$ 39,087,553	\$ 37,463,402	\$ 39,909,526	\$ 45,601,540	\$ 47,717,403	
	Outdoor School (LF)	-	-	-	-	-	-	-	\$ 24,000,000	
	Forest Research Lab	\$ 4,938,640	\$ 5,536,652	\$ 6,526,942	\$ 5,829,217	\$ 5,698,684	\$ 6,070,772	\$ 9,771,107	\$ 10,224,041	
	<b>Subtotal</b>	<b>\$ 90,300,445</b>	<b>\$ 99,617,981</b>	<b>\$ 106,788,277</b>	<b>\$ 98,415,173</b>	<b>\$ 94,955,580</b>	<b>\$ 101,255,580</b>	<b>\$ 118,493,713</b>	<b>\$ 148,030,305</b>	
<b>Grand Total</b>		<b>\$ 680,254,697</b>	<b>\$ 748,502,006</b>	<b>\$ 870,947,027</b>	<b>\$ 824,033,445</b>	<b>\$ 691,064,076</b>	<b>\$ 772,593,643</b>	<b>\$ 984,774,225</b>	<b>\$ 1,124,617,060</b>	

\*=Excludes \$14,805,271 in FY 15 ETIC Funding as that funding was distributed through the Oregon Education Investment Board (OEIB) and not as part of state programs.

The following chart is a look at recent year-by-year PUSF (or similar) appropriations to institutions including 2018-19:

### LEGISLATIVELY ADOPTED BUDGET (LAB) SUMMARY:

Approximately \$1.12 billion in state General and Lottery Funds are appropriated to Oregon’s public universities for the 2017-19 biennium. This represents an increase of 13.9% over the final 2015-17 General and Lottery Funds budget.

PUBLIC UNIVERSITY SUPPORT FUND (OR SIMILAR) FUNDING BY UNIVERSITY BY FISCAL YEAR										
	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
EOU	\$ 17,057,792	\$ 15,816,116	\$ 13,006,526	\$ 13,351,409	\$ 13,912,231	\$ 16,227,400	\$ 19,096,072	\$ 19,715,521	\$ 19,898,918	\$ 20,186,725
OIT	\$ 18,338,684	\$ 18,512,080	\$ 14,441,692	\$ 15,751,116	\$ 17,244,810	\$ 20,073,770	\$ 23,682,597	\$ 24,952,656	\$ 26,034,493	\$ 27,455,306
OSU	\$ 89,849,186	\$ 91,948,322	\$ 69,189,349	\$ 73,701,207	\$ 81,169,765	\$ 90,541,526	\$ 101,748,583	\$ 106,575,415	\$ 114,798,771	\$ 121,751,891
PSU	\$ 63,562,493	\$ 66,686,468	\$ 50,059,419	\$ 49,534,085	\$ 53,735,182	\$ 61,026,998	\$ 76,357,519	\$ 81,299,418	\$ 87,900,756	\$ 91,390,178
SOU	\$ 16,541,636	\$ 16,020,507	\$ 12,445,937	\$ 12,909,034	\$ 13,392,593	\$ 16,703,217	\$ 20,263,320	\$ 21,107,213	\$ 20,845,008	\$ 21,270,175
UO	\$ 62,679,018	\$ 62,167,382	\$ 41,711,383	\$ 44,165,170	\$ 46,513,887	\$ 52,352,221	\$ 62,658,731	\$ 64,204,431	\$ 67,773,522	\$ 69,090,989
WOU	\$ 18,351,633	\$ 17,424,476	\$ 13,109,197	\$ 13,431,239	\$ 14,599,573	\$ 16,946,716	\$ 22,470,679	\$ 23,195,346	\$ 23,828,838	\$ 24,673,012
Chancellor's Office or Equivalent	\$ 6,459,912	\$ 6,492,160	\$ 5,371,772	\$ 5,589,996	\$ 6,089,527	\$ 2,316,099	\$ -	\$ -	\$ -	\$ -
<b>Total</b>	<b>\$292,840,354</b>	<b>\$ 295,067,511</b>	<b>\$ 219,335,275</b>	<b>\$ 228,433,256</b>	<b>\$ 246,657,568</b>	<b>\$ 276,187,947</b>	<b>\$ 326,277,501</b>	<b>\$ 341,050,000</b>	<b>\$ 361,080,306</b>	<b>\$ 375,818,276</b>

The HECC’s main budget bill for this session is SB 5524 (2017). This bill supports both operating and, through debt service, capital programs at the universities. In addition, SB 256 (2017) appropriated \$190,000 in targeted and one time-time appropriations to Oregon Solutions at Portland State University for the purposes of administering the Willamette Falls Locks Commission. The budget reconciliation bill in 2017 (HB 5006) appropriated General Fund for capital and targeted, one-time projects and programs at several institutions. The 2018 session (HB 5201) added \$3 million as a match against federal grant funds for OSU’s Northwest National Marine Renewable Energy Center.

2017-19 LEGISLATIVELY ADOPTED BUDGET BY BILL NUMBER						
		SB 5524	SB 256	HB 5006	HB 5201 (2018)	Total
General Fund	Public University Support Fund	\$736,898,583	-	-	-	\$736,898,583
	Public University State Programs*	\$39,726,110	\$190,000	\$1,730,000	\$3,000,000	\$44,646,110
	<b>Subtotal Education &amp; General</b>	<b>\$776,624,693</b>	<b>\$190,000</b>	<b>\$1,730,000</b>	<b>\$3,000,000</b>	<b>\$781,544,693</b>
	Agricultural Experiment Station	\$66,088,861	-	-	-	\$66,088,861
	Extension Service	\$47,717,403	-	-	-	\$47,717,403
	Forest Research Laboratory	\$10,224,041	-	-	-	\$10,224,041
	<b>Subtotal Statewide Public Services</b>	<b>\$124,030,305</b>	-	-	-	<b>\$124,030,305</b>
	Debt Service	\$161,731,988	-	(\$8,501,533)	\$0	\$153,230,455
	Capital Construction	\$0	-	\$1,690,000	\$0	\$1,690,000
	<b>Subtotal Capital</b>	<b>\$161,731,988</b>	-	<b>(\$6,811,533)</b>	<b>\$0</b>	<b>\$154,920,455</b>
<b>Total</b>	<b>\$1,062,386,986</b>	<b>\$190,000</b>	<b>(\$5,081,533)</b>	<b>\$3,000,000</b>	<b>\$1,060,495,453</b>	
Lottery Fund	Sports Lottery	\$8,240,000	-	-	-	\$8,240,000
	Outdoor School (Administered by the Extension Service)	\$24,000,000	-	-	-	\$24,000,000
	Capital Debt Service	\$31,921,630	-	(\$40,020)	\$0	\$31,881,610
	<b>Total</b>	<b>\$64,161,630</b>	-	<b>(\$40,020)</b>	<b>\$0</b>	<b>\$64,121,610</b>
Totals	Operations	\$932,894,998	\$190,000	\$1,730,000	\$3,000,000	\$937,814,998
	Capital	\$193,653,618	\$0	(\$6,851,553)	\$0	\$186,802,065
	<b>Total</b>	<b>\$1,126,548,616</b>	<b>\$190,000</b>	<b>(\$5,121,553)</b>	<b>\$3,000,000</b>	<b>\$1,124,617,063</b>

\*Public University State Programs includes all state programs plus any one-time or targeted funds for institutions.

## COMPARISON OF BIENNIAL BUDGETS

The following table compares state budgets over the past several biennia by category. Percentage changes from the past biennium to the current one are in the far right column of the table.

COMPARISON OF BIENNIAL BUDGETS						
		2011-13	2013-15	2015-17	2017-19	Change from 2015-17 (%)
General Fund	Public University Support Fund	\$447,768,531	\$522,845,511	\$667,327,500	\$736,898,583	10.4%
	Public University State Programs*	\$38,752,165	\$25,755,757	\$39,120,363	\$44,646,110	14.1%
	<b>Subtotal Education &amp; General</b>	<b>\$486,520,696</b>	<b>\$548,601,268</b>	<b>\$706,447,863</b>	<b>\$781,544,693</b>	<b>10.6%</b>
	Agricultural Experiment Station	\$51,793,494	\$55,275,282	\$63,121,066	\$66,088,861	4.7%
	Extension Service	\$37,463,402	\$39,909,526	\$45,601,540	\$47,717,403	4.6%
	Forest Research Laboratory	\$5,698,684	\$6,070,772	\$9,771,107	\$10,224,041	4.6%
	<b>Subtotal Statewide Public Services</b>	<b>\$94,955,580</b>	<b>\$0</b>	<b>\$118,493,713</b>	<b>\$124,030,305</b>	<b>4.7%</b>
	Debt Service	\$161,731,988	\$89,165,306	\$119,704,939	\$153,230,455	28.0%
	Capital Construction	\$0	\$0	\$0	\$1,690,000	N/A
	<b>Subtotal Capital</b>	<b>\$161,731,988</b>	<b>\$0</b>	<b>\$119,704,939</b>	<b>\$154,920,455</b>	<b>29.4%</b>
<b>Total</b>	<b>\$743,208,264</b>	<b>\$548,601,268</b>	<b>\$944,646,515</b>	<b>\$1,060,495,453</b>	<b>12.3%</b>	
Lottery Fund	Sports Lottery	\$8,405,488	\$8,000,000	\$8,240,000	\$8,240,000	0.0%
	Outdoor School (OSU Extension Service)	\$0	\$0	\$0	\$24,000,000	N/A
	Capital Debt Service	\$14,394,033	\$25,571,489	\$31,887,710	\$31,881,610	0.0%
	<b>Total</b>	<b>\$22,799,521</b>	<b>\$33,571,489</b>	<b>\$40,127,710</b>	<b>\$64,121,610</b>	<b>59.8%</b>
Totals	Operations	\$589,881,764	\$556,601,268	\$833,181,576	\$937,814,998	12.6%
	Capital	\$176,126,021	\$25,571,489	\$151,592,649	\$186,802,065	23.2%
	<b>Total</b>	<b>\$766,007,785</b>	<b>\$582,172,757</b>	<b>\$984,774,225</b>	<b>\$1,124,617,063</b>	<b>14.2%</b>

\*For 2013-15, State Programs include \$1,229,000 of targeted and one-time allocations (HB 2427, HB 3451, HB 5001).

\*For 2015-17, State Programs include \$4,649,138 of targeted and one-time allocations (HB 2209, SB 202, SB 5507, HB 2998, HB 2002, SB 860, SB 5701).

\*For 2017-19, State Programs includes \$1,920,000 in targeted and one-time allocations (SB 256, HB 5006)

## PUSF FUNDING ALLOCATION

### STUDENT SUCCESS AND COMPLETION MODEL (SSCM)

ORS 350.075(3)(f) tasked the HECC with the creation, in consultation with the state's public universities, of funding allocation formulas and associated rules. The SSCM was developed through a workgroup that included representatives from all seven public universities. It is comprised of three funding categories:

- **Mission Differentiation (MD) Funding** supports the unique regional, research and public service missions and activities of each university. It represents "line item" funding for services, programs or general operations retained by, or introduced through, the SSCM. Descriptions of specific programs funded through MD are included in the pages that follow.
- **Activity-Based Funding** distributes resources based on student credit hour (SCH) completions of Oregon resident students at undergraduate and graduate levels. This is similar to the primary component of the former university funding allocation model, the Resource Allocation Model, or RAM. The RAM was retired following the 2014-15 fiscal year and the SSCM implemented in the 2015-16 fiscal year.
- **Outcomes-Based Funding** rewards degree and certificate completions by Oregon resident students. Completions by underrepresented students (underrepresented minority, low-income, rural and veteran status) and those in academic disciplines in high-demand and high-reward fields (STEM, Health, Bilingual Education) are provided additional resources by the allocation formula.

The following table describes, generally, the data and calculations used in determining allocations through each category of funding in the SSCM.

SSCM FUNDING CATEGORY SUMMARY		
Funding Category	Data	Calculation
<b>Mission Differentiation Funding</b>	<ul style="list-style-type: none"> <li>Historical funding levels for MD items</li> <li>Dual Credit completions</li> </ul>	<ul style="list-style-type: none"> <li>Allocation is "off the top"</li> <li>Based on historical funding levels adjusted for inflation</li> <li>Includes new line item funding related to governance transition, funding model and definitional changes</li> <li>Includes resources for Dual Credit completions</li> </ul>
<b>Activity-Based Funding</b>	<ul style="list-style-type: none"> <li>SCH completions by CIP code (program area) and student level</li> </ul>	<ul style="list-style-type: none"> <li>A defined percentage of non-MD funding is distributed for SCH completions (40% of non-MD funding at full implementation)</li> <li>Distributes resources based on SCH completions at each institution utilizing program- and course level-specific cost weighting system</li> </ul>
<b>Completion Funding</b>	<ul style="list-style-type: none"> <li>Degree and graduate certificate completions by level and CIP code</li> <li>Completions by transfer status (BA/BS only)</li> <li>Completions by underrepresented students                             <ul style="list-style-type: none"> <li>Low income student (Pell Grant recipient)</li> <li>Underrepresented minority student</li> <li>Rural student</li> <li>Veteran student</li> </ul> </li> <li>Completions in priority degree areas                             <ul style="list-style-type: none"> <li>STEM</li> <li>Healthcare</li> <li>Bilingual Education</li> </ul> </li> </ul>	<ul style="list-style-type: none"> <li>Degrees at all levels are funded: BA/BS through PhDs<sup>2</sup>, including graduate certificates</li> <li>Cost-weighting adjustments are made to reflect program duration and type (CIP code)</li> <li>Additional weighting awarded for BA/BS degrees earned by underrepresented students and degrees in high-demand and high-reward areas</li> <li>Allocations for transfer students are discounted relative to non-transfer students</li> </ul>

Notes: All data is three-year rolling average. Non-resident PhDs are treated as resident PhDs.

## SSCM: TRANSITION PERIOD

Three mechanisms used to smooth the transition to the SSCM from the prior allocation:

- Non-Mission Differentiation Funding Split:** Because the former allocation model, the RAM, was primarily driven by student credit hours, allocating a large proportion of PUSF according to SCH during the early years of the SSCM helped to create stability in each institution's PUSF allocation and minimized reliance on the other two transition mechanisms. As part of the planned transition period, each year of the SSCM from 2015-16 to 2017-18 decreased the proportion of non-Mission Differentiation PUSF allocated by SCH and increased the proportion of PUSF allocated by degree completions.
- Stop Loss:** The Stop Loss mechanism prevents any institution from receiving less in current year total PUSF allocation than a predetermined percentage of the prior year. The Stop Loss threshold declines each year until it is disengaged after year four (2019-20). The pre-stop loss raw, or unadjusted, allocation triggered Stop Loss in 2017-18 causing a slight redistribution but it did not trigger in 2018-19. Stop loss is disabled in the model in fiscal year 2020.
- Stop Gain:** The Stop Gain mechanism prevents any institution from receiving more in current year total PUSF allocation than a predetermined percentage increase from the prior year. The Stop Gain threshold increases each fiscal year until it is disengaged after the 2019-20 fiscal year. It did not trigger in 2018-19. Stop gain is disabled in fiscal year 2020.

SSCM TRANSITION PLAN					
Non-Mission Differentiation Funding Splits					
	FY 16	FY 17	FY 18	FY 19	FY 20
Degree Completions	20%	40%	60%	60%	60%
Credit Hour Completions	80%	60%	40%	40%	40%
Stop Loss and Stop Gain Thresholds					
	FY 16	FY 17	FY 18	FY 19	FY 20
Stop Loss	4.50%	2.00%	1.00%	0.00%	Disengaged
Stop Gain	27.25%	37.25%	47.25%	57.25%	Disengaged

## SSCM: EQUITY FOCUS

A key feature of the SSCM is its central focus on equity, particularly through serving students from traditionally underrepresented populations. This commitment did not come to fruition by accident, and is indeed a key part of the HECC’s work through its “[Equity Lens](#)”, which states the following:

*“We believe that resource allocation demonstrates our priorities and our values and that we demonstrate our priorities and our commitment to rural communities, communities of color, English language learners, and out of school youth in the ways we allocate resources and make educational investments.”*

This equity lens also matches one of the key findings related to higher education institutions made by the Oregon Legislature, which found that “[I]nstitutions should provide educational access to all segments of Oregon’s diverse population.”

The SSCM supports equity most directly through the completion portion of the model, by providing “bonuses” to institutions that graduate resident undergraduate students from targeted sub-groups. This is both an incentive to increase student achievement and completion from these groups but also recognizes the often substantial additional costs associated with supporting such students to completion. These groups are as follows: (1) low income students (defined as Pell Grant recipients); (2) students from underrepresented minority groups; (3) students from rural high schools; and (4) veteran students. These rewards are additive and based on three-year rolling averages of those resident, undergraduate students awarded degrees.

Each institution has specific programs designed to encourage increased graduation of students from the groups targeted above. For example, EOU’s Diversity Excellence Mentoring Program matches incoming students with upperclassmen as a means of easing their transition to college; Portland State University has a number of multicultural retention programs designed to support diverse students throughout their college experience. These programs, anecdotally at least, have expanded as a result of the SSCM’s focus on equity and on graduating students from historically underrepresented groups.

In fiscal year 2019, the SSCM allocated \$28,721,246 in funds for the Student Populations bonus. On average, 8,000 graduates in the past three years that had at least one of these characteristics. This works out to a bonus of \$3,493 for each of these graduates within the targeted groups. Additionally, institutions that are particularly focused on serving such students, such as PSU and EOU, received additional funds to support their targeted efforts. Although it is too early to know the extent to which this focus has increased the number of underrepresented students who have graduated, early evidence suggests that it has resulted in an increase in the first few years of the SSCM.

FY 2019 SSCM ALLOCATION TO TARGETED STUDENT POPULATIONS BY UNIVERSITY							
	EOU	OIT	OSU	PSU	SOU	UO	WOU
1 characteristic	\$786,654	\$855,933	\$5,546,804	\$6,520,064	\$1,016,839	\$3,688,557	\$ 1,193,390
2 characteristics	\$367,347	\$347,793	\$2,173,355	\$2,449,913	\$384,108	\$1,699,854	\$ 720,727
3 characteristics	\$36,874	\$59,921	\$357,989	\$115,232	\$53,775	\$213,564	\$ 127,524
4 characteristics	\$0	\$0	\$0	\$5,028	\$0	\$0	\$ -
<b>Total</b>	<b>\$1,190,875</b>	<b>\$1,263,647</b>	<b>\$8,078,147</b>	<b>\$9,090,238</b>	<b>\$1,454,723</b>	<b>\$5,601,976</b>	<b>\$2,041,641</b>



## SSCM: DISTRIBUTION AND ANNUAL TRUE UP PROCESS

Allocated funds are distributed to institutions on a quarterly basis. While exceptions may exist periodically—especially among one-time appropriations where an institution may require a non-standard distribution schedule due to legislative requirements—the following funding distribution schedule is administered by the HECC:

Due to the nature of data reporting, the SSCM allocation requires a true-up during each fiscal year. Prior to the beginning of the fiscal year, a projected SSCM funding allocation is compiled using projected data. The projection process assumes current academic year enrollment and degree completion elements equal to prior year data. For example, in 2018-19, the SSCM allocation projected 2017-18 data at 2016-17 levels for each institution. Using this preliminary allocation, the first quarterly funding distribution was made in July.

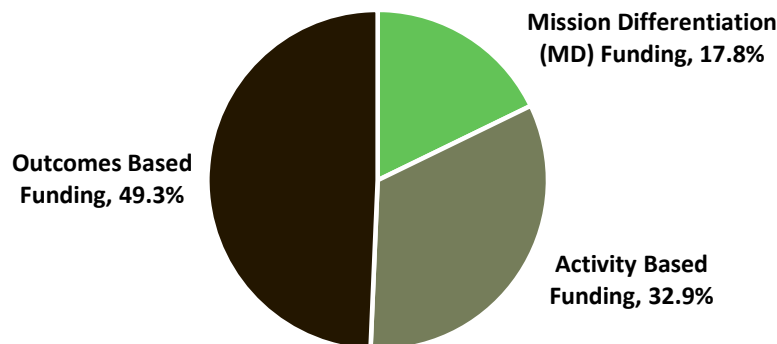
BIENNIAL DISTRIBUTION SCHEDULE							
First Year Funds 49% of Biennial Appropriation				Second Year Funds 51 % of Biennial Appropriation			
July Q1	October Q2	January Q3	April Q4	July Q5	October Q6	January Q7	April Q8
36% of First Year Funds	24% of First Year Funds	24% of First Year Funds	16% of First Year Funds	36% of Second Year Funds	24% of Second Year Funds	24% of Second Year Funds	16% of Second Year Funds
Projected Data	Final Data True-Up of Q1	Final Data	Final Data	Projected Data	Final Data True-Up of Q1	Final Data	Final Data

Changes from the preliminary 2018-19 SSCM allocation to the final allocation reflect adjustments of the following data and funding elements due to the initial use of projected data:

- Finalization of 2017-18 Student Credit Hour, Degree and Dual Credit SCH data
- Calculation of credit hour-driven Mission Differentiation funding
  - Engineering Graduate funding
  - Engineering Technology Undergraduate funding
  - Regional University Support funding

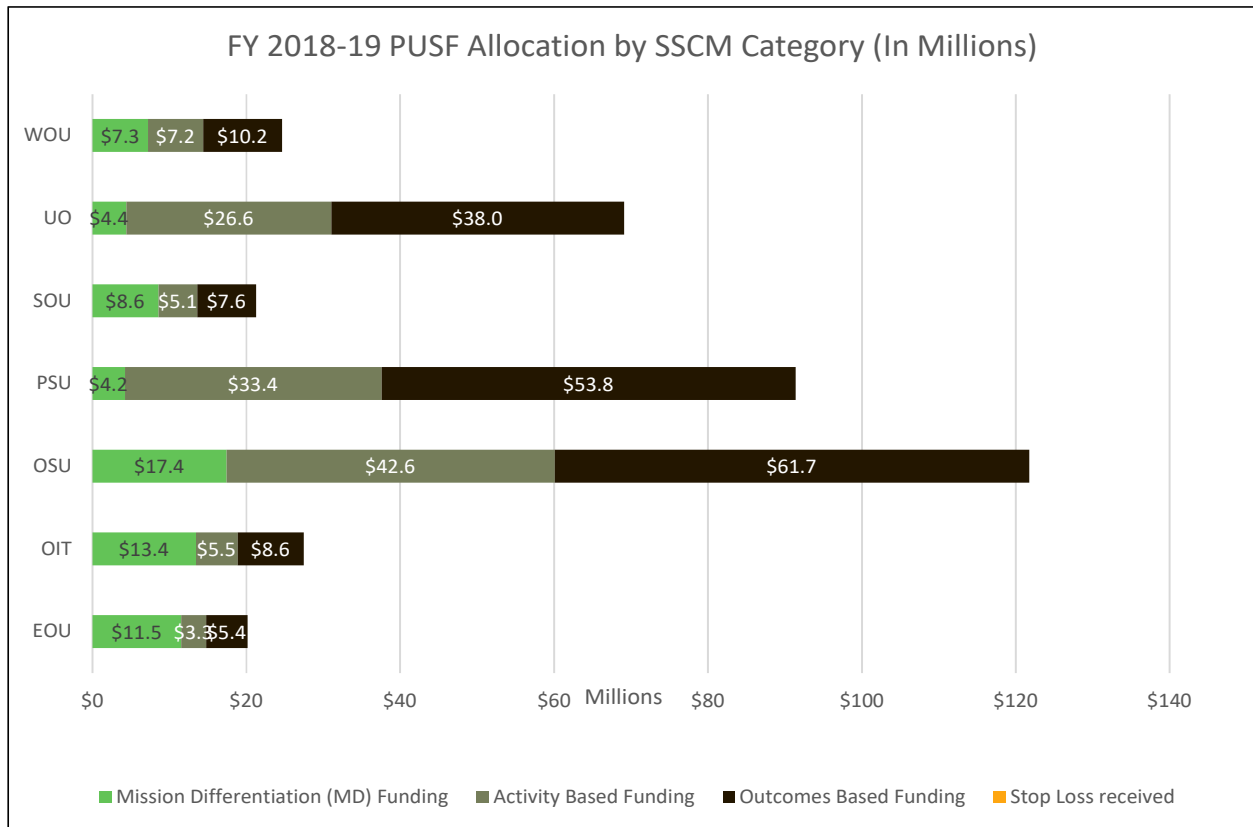
The allocation difference between the preliminary and final SSCM allocations results in either over-distribution or under-distribution of funds in the July distribution. These variances are corrected during the second quarter (October) funding distribution.

### 2018-19 PUSF Allocation by Category



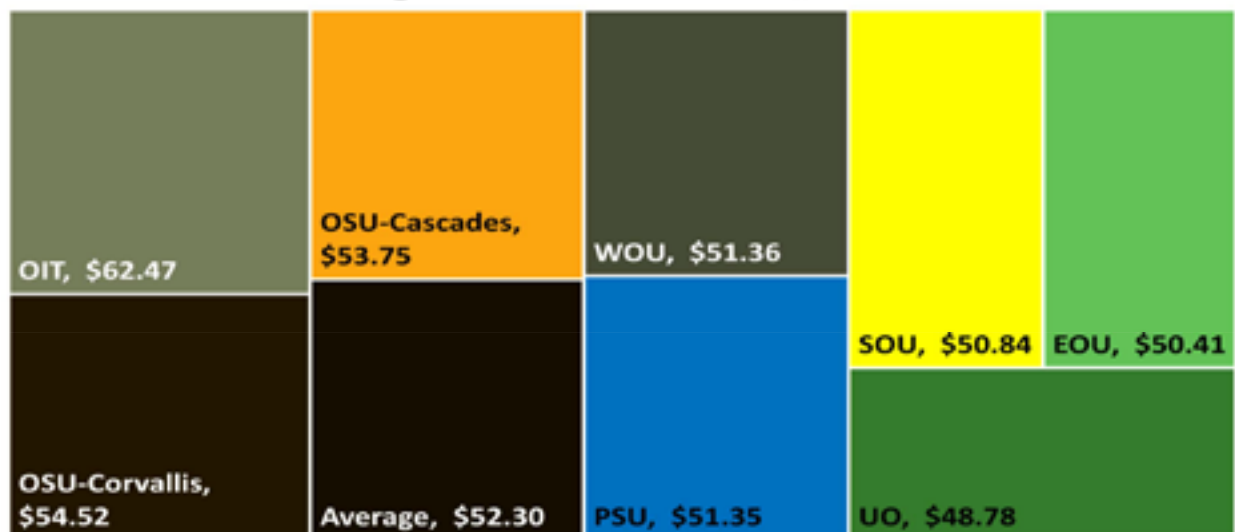
## SSCM: OUTCOMES-BASED AND ACTIVITIES-BASED ALLOCATION SUMMARIES

The following charts summarize the SSCM. The first is the current year split between categories followed by the estimated allocation by category of SSCM funding as well as Stop Loss contributed or received.



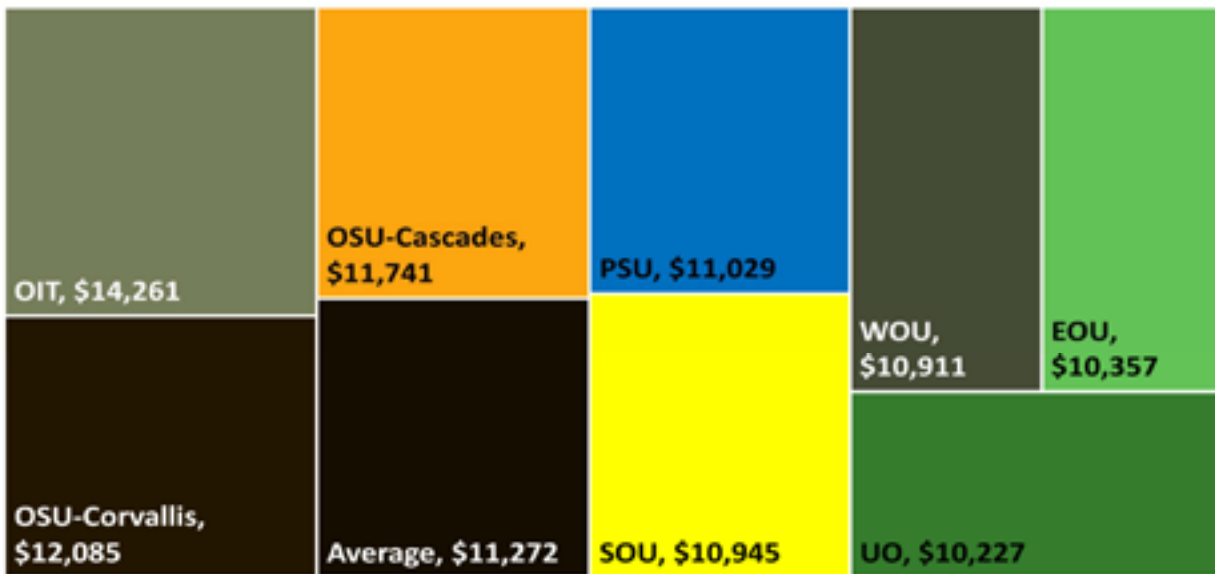
The next series of charts demonstrate the relative PUSF per upper division credit hour, non-transfer degree and all degrees.

### Average allocation earned per Upper Division Undergraduate Credit Hour, 2018-19



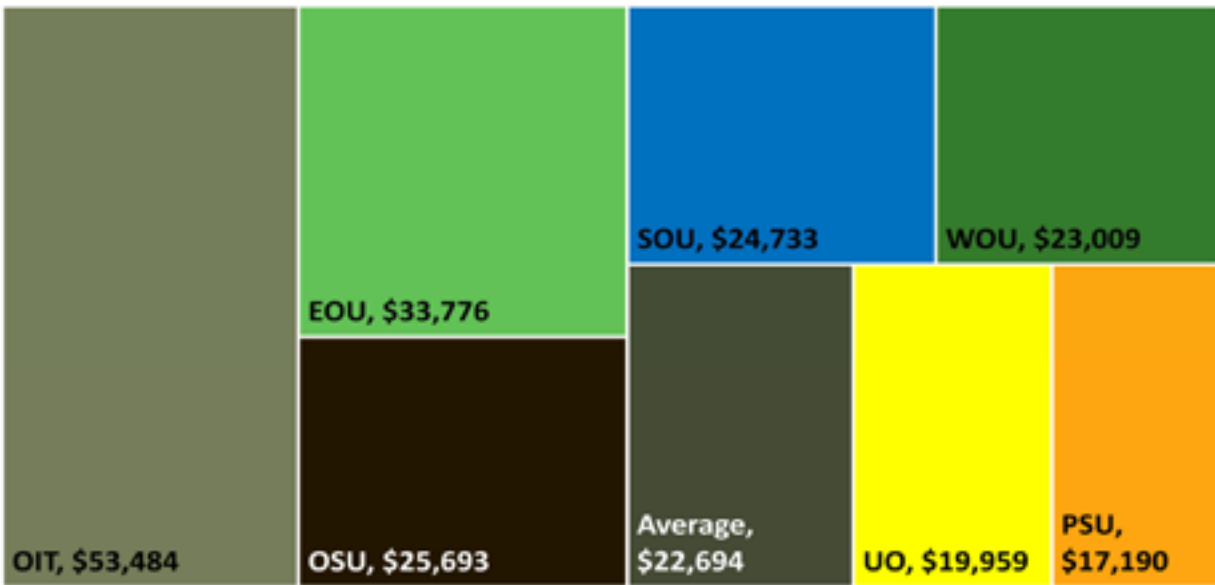
Upper Division Undergraduate Credit Hour funding accounts for the majority of per-credit-hour funding due to both cost-weighting within the SSCM model and the number of credit hours recorded. The difference observed here between institutional averages is due to the program mix of each campus and the relative enrollment levels between those programs. A higher average means a greater share of the credit hours at that campus is recorded in academic fields with a greater cost weight.

### Average allocation earned per Non-transfer BA/BS Degree, 2018-19



This figure represents the allocation earned only through the OBF portion of the SSCM, on average, for a non-transfer undergraduate degree at each institution. It does not incorporate funding earned in other degree categories/levels (transfer undergraduate degrees, PhD, for example) or other SSCM funding categories like Mission Differentiation. It also does not include any Area of Study Bonus or Student Population Bonus. The differences observed between institutions is the result of the SSCM cost weighting of different academic programs. The average value by institution varies due to the program mix at each university and the relative levels of enrollment in each offered undergraduate program.

## Average PUSF per Degree (All degree levels, transfer and non-transfer), 2018-19



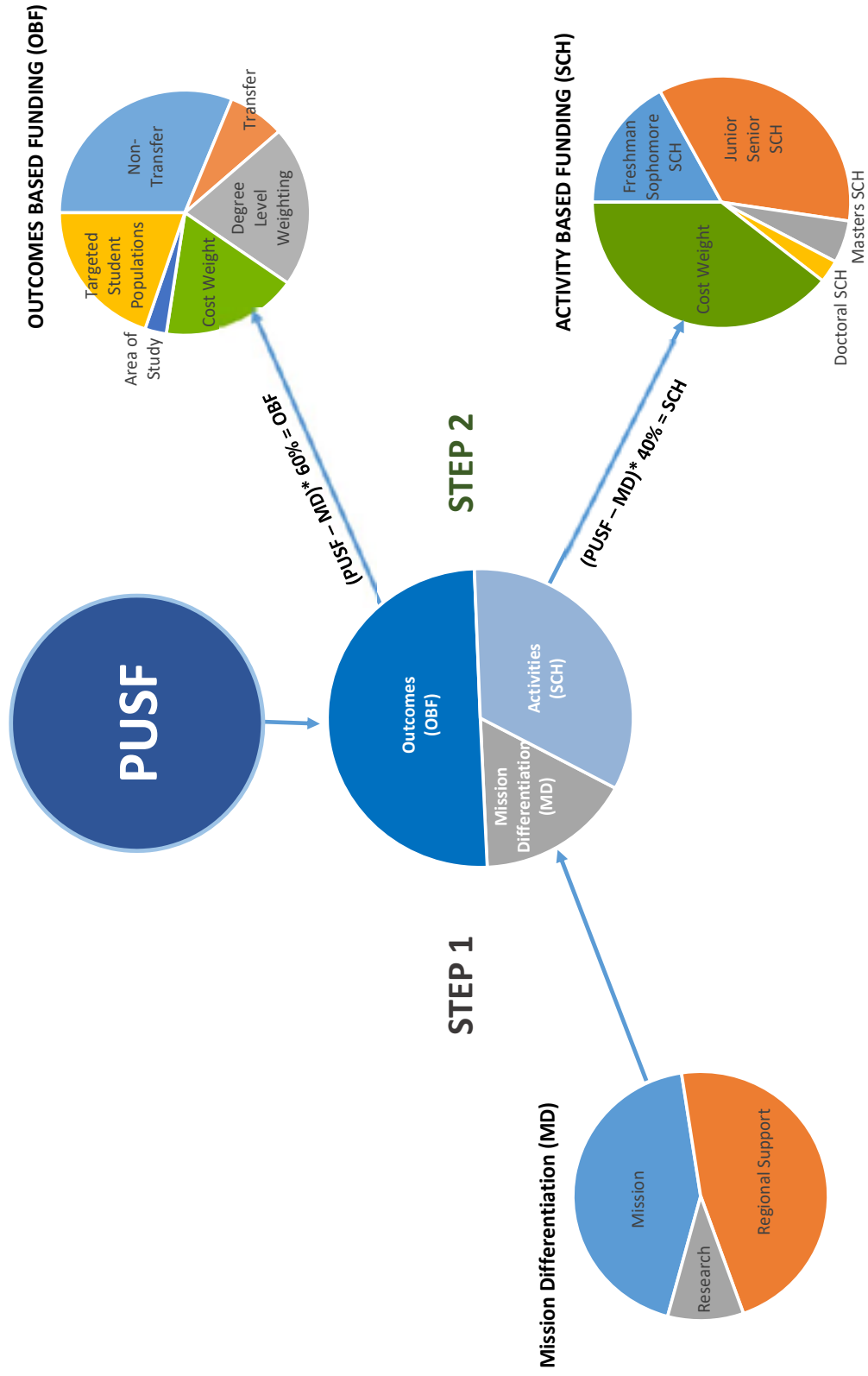
The above figure accounts for total PUSF funding to an institution, including all categories within the SSCM (OBF, SCH, Mission Differentiation) on a per degree basis that includes all degree levels. Differences between the institutions in this figure are primarily the result of differing levels of Mission Differentiation funding and the number of degrees produced, but other factors, including the number of student credit hours recorded and the transfer/non-transfer undergraduate student mix also contribute materially to these relative funding levels. This ratio also tends to be higher at institutions where Bachelor degrees are the predominant credential due to degree-level weighting.

The table below summarizes how much PUSF is earned for each FTE in FY 2019. Student FTE is calculated by the average of three trailing years of resident undergraduate and graduate enrollment, including non-resident doctoral students. Technical, regional universities benefit overall as a result of awarding degrees to resident sub-group populations and earning Mission Differentiation funding for regional support.

PUBLIC UNIVERSITY SUPPORT FUND PER FTE BY UNIVERSITY		
FY 2019 Public University Support Fund	Total FTE (3 year avg.)	PUSF per FTE
EOU	20,186,726	1,796
OIT	27,455,306	2,171
OSU	121,751,891	18,098
PSU	91,390,178	18,707
SOU	21,270,176	2,876
UO	69,090,988	12,454
WOU	24,673,012	3,969
<b>Grand Total</b>	<b>\$375,818,277</b>	<b>60,071</b>

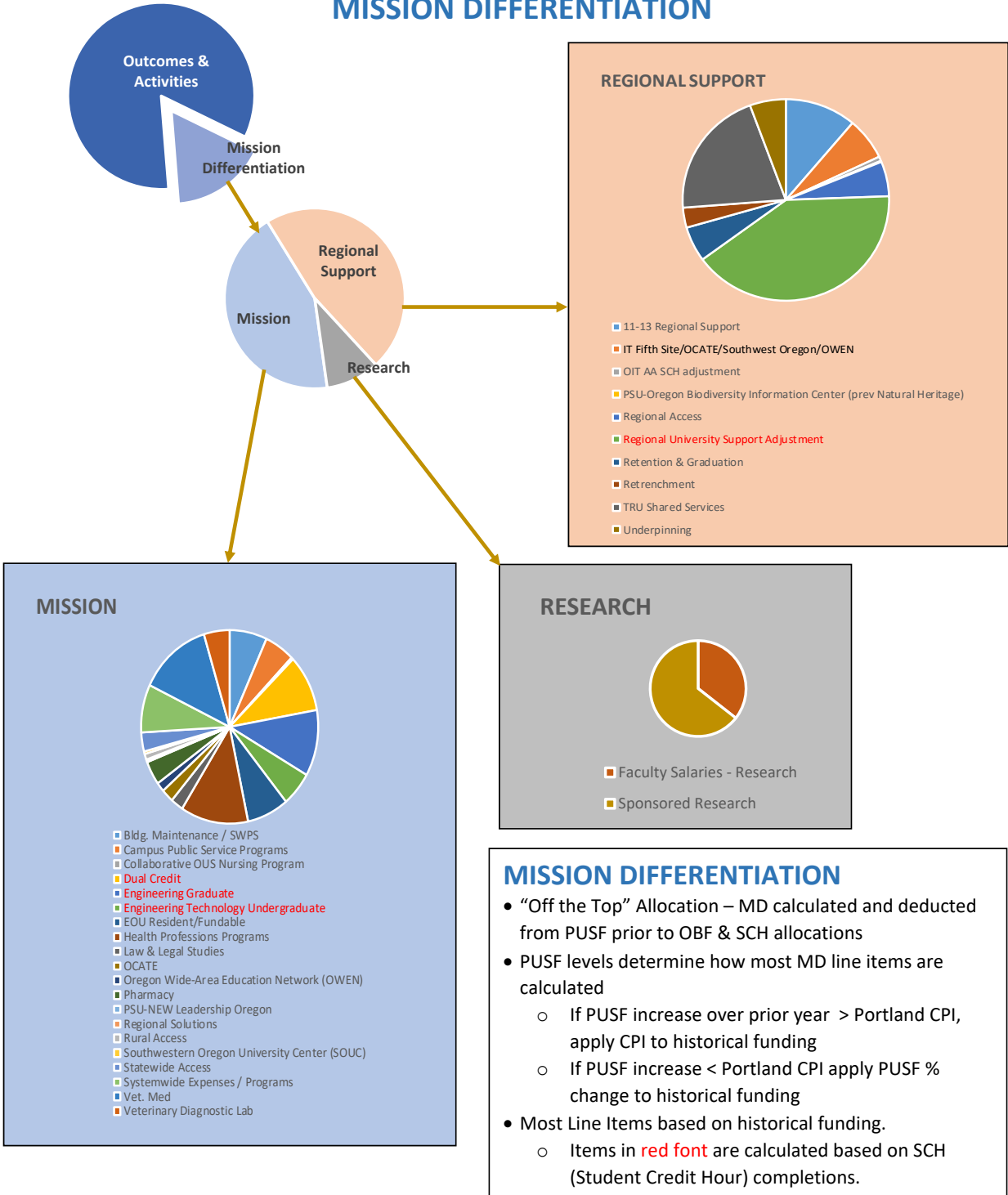
The following pages include a map of how the SSCM allocation calculation functions and additional summary information regarding each category of SSCM funding. Mission Differentiation Funding is addressed first, followed by Outcomes Based Funding and finally Activity Based Funding. The line items within each element are detailed.

# SSCM Calculation Process

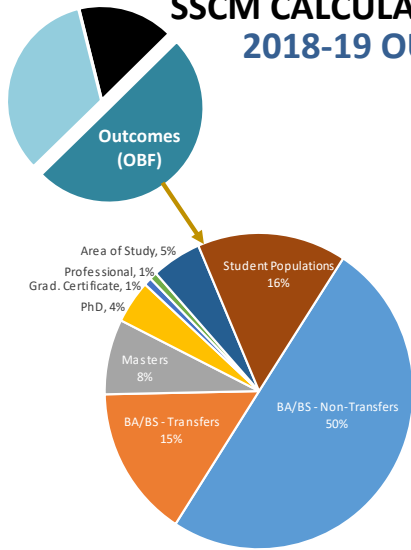


# SSCM CALCULATION PROCESS

## MISSION DIFFERENTIATION



## SSCM CALCULATION SUMMARY 2018-19 OUTCOMES BASED FUNDING (OBF)



$$\text{OBF FUNDING POOL} = (\text{PUSF} - \text{Mission Differentiation}) * 60\%$$

**Points-based system that compares resident Degree completions among the institutions**

- Degrees funded based on number transcripted in each recognized CIP Code.
  - Averaged over prior 3-year period
- All degree levels are funded, including graduate certificates.
- Degree points weighted in the following categories to reflect state priorities:
  - Degree Level (*Non-Transfer Bachelors-100%, Transfer Bachelors-62.5%, Masters-50%, PhD-70%, Professional-50%, Certificates-10%*)
  - Cost Weight of Program
  - Area of Study Bonus for high-demand, high-reward areas (*STEM-20%, Bilingual Teachers-120%, Health-20%*)
- Additional points awarded for undergraduate degrees earned by students in at least one of the following targeted populations: low-income, underrepresented minority, rural, or veteran.

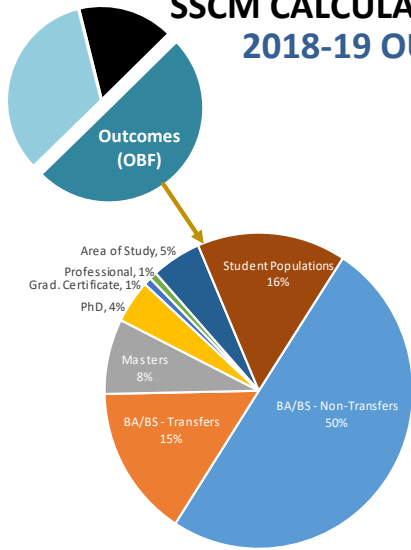
### 2019 FUNDING PER DEGREE TYPE (Includes Area of Study Bonus)

	BA/BS Non-Transfer	BA/BS Transfer	Masters	PhD	Professional	Grad. Certificate	Total
EOU	\$ 2,124,181	\$1,514,446	\$512,081	\$0	\$0	\$67,346	\$ 4,218,054
OIT	\$5,026,933	\$2,180,497	\$82,578	\$0	\$0	\$0	\$7,290,008
OSU	\$36,719,486	\$7,879,452	\$2,886,835	\$4,778,454	\$1,080,398	\$255,963	\$53,600,588
PSU	\$23,364,704	\$11,936,589	\$7,254,074	\$1,624,300	\$0	\$524,181	\$44,703,849
SOU	\$3,857,898	\$1,333,081	\$790,855	\$0	\$0	\$193,035	\$6,174,869
UO	\$22,339,904	\$3,711,598	\$2,761,742	\$3,237,477	\$225,077	\$168,094	\$32,443,892
WOU	\$5,080,258	\$2,072,123	\$879,171	\$0	\$0	\$176,376	\$8,207,927
<b>Total</b>	<b>\$98,513,364</b>	<b>\$30,627,786</b>	<b>\$15,167,336</b>	<b>\$9,640,231</b>	<b>\$1,305,475</b>	<b>\$1,384,994</b>	<b>\$156,639,187</b>

### OBF PER DEGREE FUNDING RANGE

		Undergraduate	Post-Baccalaureate
<b>Low</b>	<b>Value</b>	\$5,241 (Transfer)	\$1,025
	<b>Examples</b>	-Natural Resources, Conservation -Area, Ethnic, Cultural, Gender, Group Studies -Foreign Languages, Literatures, Linguistics -English Language and Literature -Liberal Arts and Sciences, Humanities -Philosophy and Religious Studies -Psychology -Social Sciences and History -History	Graduate Certificates -Natural Resources, Conservation -Area, Ethnic, Cultural, Gender, Group Studies -Education -Liberal Arts and Sciences, Humanities -Philosophy and Religious Studies -Homeland Security, Law Enforcement, Protective Svcs -Public Administration and Social Services -Social Sciences and History -Business, Mgmt, Marketing, Related Support Svcs
<b>High</b>	<b>Value</b>	\$18,622	\$25,401
	<b>Examples</b>	-Engineering -Engineering Technologies -Health Professions, Related Programs	PhD -Computer and Information Science -Engineering -Systems Science and Theory

## SSCM CALCULATION SUMMARY 2018-19 OUTCOMES BASED FUNDING (OBF)



$$\text{OBF FUNDING POOL} = (\text{PUSF} - \text{Mission Differentiation}) * 60\%$$

**Points-based system that compares resident Degree completions among the institutions**

- Degrees funded based on number transcripted in each recognized CIP Code.
  - Averaged over prior 3-year period
- All degree levels are funded, including graduate certificates.
- Degree points weighted in the following categories to reflect state priorities:
  - Degree Level (*Non-Transfer Bachelors-100%, Transfer Bachelors-62.5%, Masters-50%, PhD-70%, Professional-50%, Certificates-10%*)
  - Cost Weight of Program
  - Area of Study Bonus for high-demand, high-reward areas (*STEM-20%, Bilingual Teachers-120%, Health-20%*)
- Additional points awarded for undergraduate degrees earned by students in at least one of the following targeted populations: low-income, underrepresented minority, rural, or veteran.

### 2019 FUNDING PER DEGREE TYPE (Includes Area of Study Bonus)

	BA/BS Non-Transfer	BA/BS Transfer	Masters	PhD	Professional	Grad. Certificate	Total
EOU	\$ 2,124,181	\$1,514,446	\$512,081	\$0	\$0	\$67,346	\$ 4,218,054
OIT	\$5,026,933	\$2,180,497	\$82,578	\$0	\$0	\$0	\$7,290,008
OSU	\$36,719,486	\$7,879,452	\$2,886,835	\$4,778,454	\$1,080,398	\$255,963	\$53,600,588
PSU	\$23,364,704	\$11,936,589	\$7,254,074	\$1,624,300	\$0	\$524,181	\$44,703,849
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<b>Total</b>	<b>\$98,513,364</b>	<b>\$30,627,786</b>	<b>\$15,167,336</b>	<b>\$9,640,231</b>	<b>\$1,305,475</b>	<b>\$1,384,994</b>	<b>\$156,639,187</b>

### OBF PER DEGREE FUNDING RANGE

		Undergraduate	Post-Baccalaureate
<b>Low</b>	<b>Value</b>	\$5,241 (Transfer)	\$1,025
	<b>Examples</b>	-Natural Resources, Conservation -Area, Ethnic, Cultural, Gender, Group Studies -Foreign Languages, Literatures, Linguistics -English Language and Literature -Liberal Arts and Sciences, Humanities -Philosophy and Religious Studies -Psychology -Social Sciences and History -History	Graduate Certificates -Natural Resources, Conservation -Area, Ethnic, Cultural, Gender, Group Studies -Education -Liberal Arts and Sciences, Humanities -Philosophy and Religious Studies -Homeland Security, Law Enforcement, Protective Svcs -Public Administration and Social Services -Social Sciences and History -Business, Mgmt, Marketing, Related Support Svcs
<b>High</b>	<b>Value</b>	\$18,622	\$25,401
	<b>Examples</b>	-Engineering -Engineering Technologies -Health Professions, Related Programs	PhD -Computer and Information Science -Engineering -Systems Science and Theory



## SSCM: MISSION DIFFERENTIATION (MD) PROGRAMS

Mission Differentiation funding for most line items was originally based on the final FY15 funding allocation. Each year since implementation, an inflation factor equal to Portland CPI-U inflation (3.9% adjustment for FY19) was applied to the prior year funding level for each line item at each institution. There are four exceptions:

- Dual Credit – Funded in FY19 at \$53.89 per completed dual credit student credit hour. The per-credit hour funding will change with inflation in future fiscal years.
- Engineering Technology Undergraduate – Allocation between institutions is proportional to the number of completed undergraduate credit hours in Classification of Instructional Programs (CIP) code 15.
- Engineering Graduate – Allocation between institutions is proportional to the number of completed graduate credit hours in Classification of Instructional Programs (CIP) code 14.
- Regional University Support – Allocation between institutions is proportional to the number of student FTE that would be required to bring institutional enrollment to a threshold of 7,500 FTE. Four institutions and OSU-Cascades were eligible for funding in FY17. OSU-Cascades is funded at a 40% discount (60% funded rate) relative to the other eligible institutions, consistent with past practice.

All data used for these calculated Mission Differentiation items is a trailing three-year average, consistent with other areas of the SSCM.

The table on the following page summarizes Mission Differentiation funding by line item for FY19 and is followed by brief descriptions of each Mission Differentiation line item:

2018-19 MISSION DIFFERENTIATION ALLOCATION BY LINE ITEM										
	EOU	OIT	OSU	OSU-CC	PSU	SOU	UO	WOU	Total	
Mission Support	Law & Legal Studies (CIP 22)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 664,430	\$ -	\$ 664,430	
	Pharmacy (CIP 51.2)	\$ -	\$ -	\$ 1,141,201	\$ -	\$ -	\$ -	\$ -	\$ 1,141,201	
	Vet. Med (CIP 51.24)	\$ -	\$ -	\$ 3,808,670	\$ -	\$ -	\$ -	\$ -	\$ 3,808,670	
	Engineering Technology Undergraduate	\$ -	\$ 1,621,016	\$ -	\$ -	\$ 43,247	\$ -	\$ 1,889	\$ 1,666,152	
	Engineering Graduate	\$ -	\$ 35,708	\$ 2,539,710	\$ -	\$ 604,803	\$ -	\$ 5,698	\$ 3,185,919	
	Collaborative OUS Nursing Program	\$ 24,309	\$ 14,269	\$ -	\$ -	\$ -	\$ 41,057	\$ -	\$ 26,951	\$ 106,586
	Regional Solutions	\$ 14,434	\$ -	\$ -	\$ 14,434	\$ 14,434	\$ -	\$ -	\$ 14,434	\$ 57,736
	Statewide Access	\$ -	\$ 915,806	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 915,806
	Campus Public Service Programs	\$ 244,678	\$ -	\$ -	\$ -	\$ 629,422	\$ 109,158	\$ 596,571	\$ 1,681	\$ 1,581,510
	Bldg. Maintenance / SWPS	\$ -	\$ -	\$ 1,967,815	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,967,815
	Southwestern Oregon University Center (SOUIC)	\$ 124,275	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 124,275
	OCATE	\$ -	\$ -	\$ -	\$ -	\$ 642,630	\$ -	\$ -	\$ -	\$ 642,630
	Oregon Wide-Area Education Network (OWEN)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 445,929	\$ -	\$ 445,929
	Chancellor's Office Operations	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
	Systemwide Expenses / Programs	\$ 60,934	\$ 57,901	\$ 860,111	\$ -	\$ 263,829	\$ 139,783	\$ 766,722	\$ 162,758	\$ 2,312,038
	Veterinary Diagnostic Lab	\$ -	\$ -	\$ 1,351,785	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,351,785
	Health Professions Programs	\$ 304,332	\$ 2,496,128	\$ -	\$ -	\$ -	\$ 419,892	\$ -	\$ 339,497	\$ 3,559,849
	PSU-NEW Leadership Oregon	\$ -	\$ -	\$ -	\$ -	\$ 72,180	\$ -	\$ -	\$ -	\$ 72,180
	Rural Access	\$ 279,027	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 279,027
	PSU-Oregon Biodiversity Information Center (prev	\$ -	\$ -	\$ -	\$ -	\$ 54,393	\$ -	\$ -	\$ -	\$ 54,393
	OIT AA SCH adjustment beginning FY16	\$ -	\$ 220,506	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 220,506
	<b>Subtotal</b>	<b>\$ 1,051,989</b>	<b>\$ 5,361,334</b>	<b>\$ 11,669,292</b>	<b>\$ 14,434</b>	<b>\$ 2,324,938</b>	<b>\$ 709,890</b>	<b>\$ 2,493,784</b>	<b>\$ 532,776</b>	<b>\$ 24,158,437</b>
	Regional Support	Regional University Support Adjustment	\$ 3,054,954	\$ 2,769,717	\$ -	\$ 2,127,767	\$ -	\$ 2,603,465	\$ -	\$ 2,070,379
Retrenchment		\$ 214,748	\$ 214,854	\$ -	\$ 143,222	\$ -	\$ 214,846	\$ -	\$ 214,807	\$ 1,002,477
Retention & Graduation		\$ 375,808	\$ 375,992	\$ -	\$ 250,639	\$ -	\$ 375,983	\$ -	\$ 375,912	\$ 1,754,334
Underpinning		\$ 375,808	\$ 375,992	\$ -	\$ 250,639	\$ -	\$ 375,983	\$ -	\$ 375,912	\$ 1,754,334
11-13 Regional Support		\$ 871,152	\$ 871,153	\$ -	\$ -	\$ -	\$ 871,154	\$ -	\$ 871,153	\$ 3,484,612
Regional Access		\$ 935,112	\$ 402,594	\$ -	\$ -	\$ -	\$ 301,937	\$ -	\$ 100,629	\$ 1,740,272
IT Fifth Site/OCATE/Southwest Oregon/OWEN		\$ 527,030	\$ 527,030	\$ -	\$ -	\$ -	\$ 527,030	\$ -	\$ 527,030	\$ 2,108,120
EOU Resident/Fundable adjustment beginning FY16		\$ 2,195,531	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,195,531
TRU Shared Services		\$ 1,605,318	\$ 1,639,913	\$ -	\$ -	\$ -	\$ 1,812,751	\$ -	\$ 1,358,435	\$ 6,416,417
<b>Subtotal</b>		<b>\$ 10,155,461</b>	<b>\$ 7,177,245</b>	<b>\$ -</b>	<b>\$ 2,772,267</b>	<b>\$ -</b>	<b>\$ 7,083,149</b>	<b>\$ -</b>	<b>\$ 5,894,257</b>	<b>\$ 33,082,379</b>
Sponsored Research		\$ 47,748	\$ 18,199	\$ 2,336,384	\$ -	\$ 387,385	\$ 36,396	\$ 1,150,114	\$ 137,220	\$ 4,113,446
Faculty Salaries - Research		\$ 42,994	\$ 71,694	\$ 653,008	\$ -	\$ 562,240	\$ 101,959	\$ 765,372	\$ 74,863	\$ 2,272,130
<b>Subtotal</b>		<b>\$ 90,742</b>	<b>\$ 89,893</b>	<b>\$ 2,989,392</b>	<b>\$ -</b>	<b>\$ 949,625</b>	<b>\$ 138,355</b>	<b>\$ 1,915,486</b>	<b>\$ 212,083</b>	<b>\$ 6,385,576</b>
Dual Credit	\$ 228,553	\$ 816,496	\$ -	\$ -	\$ 952,148	\$ 647,093	\$ -	\$ 613,540	\$ 3,257,830	
<b>Total</b>	<b>\$ 11,526,745</b>	<b>\$ 13,444,968</b>	<b>\$ 14,658,684</b>	<b>\$ 2,786,701</b>	<b>\$ 4,226,711</b>	<b>\$ 8,578,487</b>	<b>\$ 4,409,270</b>	<b>\$ 7,252,656</b>	<b>\$ 66,884,222</b>	

## MD: REGIONAL SUPPORT PROGRAMS:

### Regional University Support Adjustment

The Regional University Support Adjustment provides \$12,626,282 in FY19 as support for institutions reporting fewer resident FTE than 7,500. The funds are distributed proportionally between EOU, OIT, SOU, WOU, and OSU-Cascades according to how far below the 7,500FTE threshold each institution falls (OSU-Cascades receives a discounted proportion-- 60%--of funding). The support per 1.0 FTE (for each FTE required to reach 7,500) is approximately \$554 in FY19. The 60% funded rate applied to OSU-Cascades is approximately \$332. The total funding available will change at the same rate as other Mission Differentiation items but the allocation of those funds will be recalculated each year, reflecting annual changes in FTE counts at the eligible institutions.

### Retrenchment, Retention and Graduation and Underpinning

Funding for these three programs was implemented in 2007-09 as a result of legislative support for financial stability at regional campuses and to provide incentives for retention and graduation at those institutions. The retention and graduation component was introduced to provide resources and incentives for campuses to develop and begin implementing plans to achieve improvements. The intent of this shift was to move toward allocations based on realized achievement improvements.

### Continuation of 2011-13 Regional Support

This program continues supplemental appropriations for the four Technical and Regional Universities (TRUs, consisting of EOU, SOU, WOU and OIT). The supplemental appropriations were first established in the 2011-13 biennium.

### Regional Access

This program provides core support for regional institutions with small enrollment bases to ensure geographic access to public higher education for all Oregonians.

### EOU Supplemental Support (Fundable FTE Supplement)

Under the now-retired RAM funding system, all students at EOU were considered “fundable,” which meant enrollment-based state support was earned by both resident and non-resident student credit hour completions. Because the SSCM only provides funding based on resident student achievement and completions, EOU would have lost a substantial amount of its share of state funding. The EOU Supplemental Support Mission Differentiation line provides additional state funding to offset what otherwise would be lost in the transition of data from the “fundable” basis to the “resident only” basis. The funding will continue in future years and receive the same inflationary adjustments as other Mission Differentiation line items.

### TRU Shared Services and IT Fifth Site

These programs provide funding to the TRUs to support their increased costs as a result of the new University Shared Services Enterprise (USSE) which replaced much of the shared services previously provided by the OUS Chancellor's Office. Under [HB 2611 \(2015\)](#), the USSE will exist in its current form until at least the end of the current biennium, with the exception of risk management services, which may be provided by individual campuses instead of the USSE if the campuses so choose. At this time, only UO has done so. In addition, under [SB 54 \(2017\)](#), Shared Services must provide benefits necessary to maintain the tax-exempt status of capital bonds.

## **MD: RESEARCH SUPPORT PROGRAMS:**

### *Sponsored Research*

This program provides support for research as an incentive to attract additional sponsored research to the campuses. Support levels were calculated in 1996-97 based on 4% of Sponsored Research expenditures. Subsequent to 1996-97, funding levels for this program are based on this initial allocation, inflation, and legislative cuts.

### *Faculty Salaries-Research*

This program provides additional research support to institutions on the basis of instructional faculty salaries, specifically, 3% of faculty salaries at OSU, PSU and UO, and 2% of faculty salaries at EOU, OIT, SOU, and WOU in 1996-97. Subsequent to 1996-97, funding levels for this program were based on this initial allocation, inflation, and legislative cuts.

## **MD: MISSION SUPPORT PROGRAMS:**

### *Campus Public Service Programs*

This program provides omnibus funding for campus public service program operations at all seven public universities. The HECC does not specify or track the distribution of funds between each institution's Campus Public Service Programs.

### *Regional Solutions Centers*

Beginning in FY2013, this program provides support to those universities (EOU, OSU-Cascades, PSU, and UO) that offered to house the Governor's Regional Solutions Centers on their campuses and is intended to offset administrative and space costs associated with hosting these offices.

### *Oregon Biodiversity Information Center at PSU*

The Oregon Biodiversity Information Center (ORBIC) is part of the Institute for Natural Resources (INR) and is based at Portland State University. ORBIC leads INR's biodiversity and conservation work; and its key function is to maintain, develop and distribute biodiversity information in Oregon. The center works with partners across the region to provide the most comprehensive information on plants, wildlife, fish, fungi, and vegetation communities throughout Oregon. ORBIC houses information including the most comprehensive database of rare, threatened and endangered species of Oregon. ORBIC was originally formed by the Oregon Legislature in 1979 as the Oregon Natural Heritage Program.

### *PSU New Leadership Oregon-*

The National Education for Women's (NEW) Leadership of Oregon program is an award-winning women's leadership development program housed at the Center for Women, Politics & Policy at Portland State University (PSU). NEW Leadership Oregon's goal is to develop an inclusive women-centered leadership program that will educate and encourage outstanding college women to develop career paths in politics and public service.

### *Health Professions Programs*

Funding is provided to increase nursing prerequisite courses for the Oregon Consortium for Nursing Education (OCNE) program and to expand the OIT health professions programs. The program funds are managed by OIT and distributed to various campuses in order to support specific program objectives.

#### Rural Access

This EOU-based program seeks to create, develop, and encourage a college-going culture in rural Oregon to increase the percentage of high school graduates attending college to the state average, resulting in an increased investment in economic development in the region and an increased regional and state tax base.

#### Veterinary Diagnostic Laboratory

The OSU Veterinary Diagnostic Laboratory is a public-supported facility providing a full range of animal disease diagnostic services to veterinarians, livestock producers, pet owners, and biomedical researchers. In addition to diagnostic services, the Laboratory shares in the training of future veterinarians through instruction of veterinary medical students in the practice of diagnostic medicine.

#### Building Maintenance, Statewide Public Service Facilities

This program provides funds for OSU to operate and maintain Statewide Public Service facilities (related to all three SWPS programs) on its Corvallis campus.

#### Southwestern Oregon University Center

The Southwestern Oregon University Center (SOUC) is an EOU and community college collaboration that offers a selection of undergraduate and graduate degree programs on the campus of Southwestern Oregon Community College (SWOCC) in Coos Bay. The collaboration allows students the opportunity to earn a degree from an Oregon university while living in Coos Bay. The SOUC provides advising for all of Oregon's state universities and on-site representatives from Eastern Oregon University and Linfield College.

#### OCATE/Engineering

The Oregon State Board of Higher Education formed the Oregon Center for Advanced Technology Education (OCATE) in April 1985 with \$1 million from state lottery funds. The Center offered programs in engineering education in partnership with Oregon universities. Currently, funding enables employees of the high technology economic sector of Washington County to take graduate courses at Portland State University's Maseeh College of Engineering and Computer Science.

#### Oregon Wide-Area Education Network

The Oregon Wide-Area Education Network (OWEN) is a collaboration of four state computer networks to realize cost savings by sharing bandwidth and access to Internet providers and is hosted at UO. The networks include the Network for Education and Research (NERO) network, the Oregon Department of Administrative Services' (DAS) network, the Oregon Public Education Network (OPEN), and the state's K-12 network.

#### Statewide Assessments at System Level, Legal, etc.

Funding is intended to cover certain assessments by the state of Oregon. Additionally, funding may also be used to provide endowment matches, funds for faculty diversity, funds for students with disabilities and funding for the ORBIS library consortium.

#### Collaborative Nursing Program

Funding is provided to support EOU, OIT, SOU, and WOU for hosting OHSU nursing students. OHSU receives the tuition dollars for the nursing courses taught on these regional campuses. This supplement supports the cost of providing common services to the students.

#### Engineering Technology Undergraduate

In order to account for the increased cost of engineering programs, funds are allocated to OIT and PSU in order to support the undergraduate engineering programs. Funding is determined by multiplying the calculated rate by resident FTE per campus in CIP 15 (Engineering Technologies). The funds available for this line item are adjusted each year in the same manner as other Mission Differentiation components; however,

the distribution of those funds between institutions is determined by data on an annual basis.

#### Engineering Technology Graduate

In order to account for the increased cost of engineering graduate programs, funds are allocated to OIT/OSU/PSU to support their graduate engineering programs. Funding is determined by multiplying the calculated rate by resident FTE per campus in CIP 14 (Engineering). The funds available for this line item are adjusted each year in the same manner as other Mission Differentiation components; however, the distribution of those funds between institutions is determined by data on an annual basis.

#### UO Law Underpinning

Underpinning funding is provided to the University of Oregon Law School, Oregon's only public law school. This line item did not exist as part of the RAM but is included in the SSCM to provide a stable base of funding for the UO Law program to buoy it from funding inconsistencies that otherwise may be caused by positive and negative enrollment spikes. UO Law student credit hour completions and degree completions will continue to earn additional resources through the SSCM, but at a reduced rate. The baseline underpinning funding is based on an assessment of recent enrollment and funding for the UO Law program. Funding available as Law Underpinning will be adjusted each year in a similar manner to other Mission Differentiation components.

#### OSU Pharmacy Underpinning

Underpinning funding is provided to OSU as support for its Pharmacy program. This line item did not exist as part of the RAM but is included in the SSCM to provide a stable base of funding for the Pharmacy program to buoy it from funding inconsistencies that otherwise may be caused by positive and negative enrollment spikes. Pharmacy student credit hour completions and degree completions will continue to earn additional resources through the SSCM, but at a reduced rate. The baseline underpinning funding is based on an assessment of recent enrollment and funding for the Pharmacy program. Funding available as Pharmacy Underpinning will be adjusted each year in a similar manner to other Mission Differentiation components.

#### OSU Veterinary Medicine Underpinning

Underpinning funding is provided to OSU as support for its Veterinary Medicine program. This line item did not exist as part of the RAM but is included in the SSCM to provide a stable base of funding for the Veterinary Medicine program to buoy it from funding inconsistencies that otherwise may be caused by positive and negative enrollment spikes. Veterinary Medicine student credit hour completions and degree completions will continue to earn additional resources through the SSCM, but at a reduced rate. The baseline underpinning funding is based on an assessment of recent enrollment and funding for the Veterinary Medicine program. Funding available as Veterinary Medicine Underpinning will be adjusted each year in a similar manner to other Mission Differentiation components.

#### OIT Terminal Health Programs Underpinning

Underpinning funding is provided to OIT as support for health programs of study that terminate in less than a Bachelor's Degree. This line item did not exist as part of the RAM but was inherent in its enrollment-based funding mechanism. With the transition to the SSCM, programs offering less-than-4-year degrees do not earn completion-based SSCM funding. Providing Mission Differentiation funding ensures that these health programs which terminate with less than a Bachelor's degree continue to be offered by OIT to the benefit of the citizens of the region. The baseline underpinning funding was based on an assessment of recent enrollment and completions in these health programs.

#### Statewide Access

Statewide Access allocates state support to OIT to provide technology education on a statewide basis. The original allocation was made in 2001-03 and held constant for four years. Beginning in 2005-07, this program was subject to inflation as well as legislative adjustments.

## State Programs

In addition to continuing State Programs, any additional one-time or legislatively directed funding outside of the regular budget flows through the State Programs area. However, it should be noted that institutional funds from non-state sources that flow directly to the institutions and are generally not subject to review by the rules specified in state law. Therefore, unless otherwise noted, this document reports only state funding for State Programs.

Additionally, some appropriations categorized here as State Programs are considered one-time or are intended for targeted, short-term programs. For that reason, this State Programs section is broken into two categories: 1. State Programs (ongoing), and 2. Targeted and One-time Appropriations.

2018-19 PUBLIC UNIVERSITY STATE PROGRAMS								
	EOU	OIT	OSU	PSU	SOU	UO	WOU	Total
Engr Technology Sustaining Funds	\$ 170,451	\$ 1,101,256	\$ 7,105,908	\$ 3,047,700	\$ 201,592	\$ 1,134,500	\$ 292,867	\$ 13,054,274
Dispute Resolution	-	-	-	\$ 470,171	-	\$ 873,175	-	\$ 1,343,346
Oregon Solutions (PSU)	-	-	-	\$ 1,205,230	-	-	-	\$ 1,205,230
OSU Fermentation Science	-	-	\$ 661,808	-	-	-	-	\$ 661,808
Signature Research	-	-	\$ 263,888	\$ 27,778	-	\$ 263,888	-	\$ 555,554
Labor Education Research Center	-	-	-	-	-	\$ 362,267	-	\$ 362,267
OSU Ocean Vessels Research	-	-	\$ 330,905	-	-	-	-	\$ 330,905
Population Research Center	-	-	-	\$ 232,409	-	-	-	\$ 232,409
Institute for Natural Resources	-	-	\$ 213,076	-	-	-	-	\$ 213,076
Clinical Legal Education	-	-	-	-	-	\$ 185,833	-	\$ 185,833
Oregon Climate Change Research Institute	-	-	\$ 167,020	-	-	-	-	\$ 167,020
TallWood Design Institute	-	-	\$ 1,814,888	-	-	-	-	\$ 1,814,888
PSU Profiling Study	-	-	-	\$ 133,703	-	-	-	\$ 133,703
OSU Marine Energy Center	-	-	\$ 3,000,000	-	-	-	-	\$ 3,000,000
<b>Total</b>	<b>\$ 170,451</b>	<b>\$ 1,101,256</b>	<b>\$ 13,557,493</b>	<b>\$ 5,116,991</b>	<b>\$ 201,592</b>	<b>\$ 2,819,663</b>	<b>\$ 292,867</b>	<b>\$ 23,260,313</b>

2018-19 PUBLIC UNIVERSITY TARGETED AND ONE TIME								
	EOU	OIT	OSU	PSU	SOU	UO	WOU	Total
AES - Potato Research (HB5006)	-	-	\$ 132,600	-	-	-	-	\$ 132,600
AES - North Willamette (HB5006)	-	-	\$ 61,200	\$ -	-	-	-	\$ 61,200
Molluscan Brood Stock (HB5006)	-	-	\$ 290,700	\$ -	-	-	-	\$ 290,700
Ocean Acidification (HB5006)	-	-	\$ 142,800	-	-	-	-	\$ 142,800
Oregon Solutions - Willamette Falls (SB256)	-	-	-	\$ 96,900	-	-	-	\$ 96,900
Oregon Renewable Energy Center (HB5006)	-	\$ 255,000	-	-	-	-	-	\$ 255,000
<b>Total</b>	<b>-</b>	<b>\$ 255,000</b>	<b>\$ 627,300</b>	<b>\$ 96,900</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>\$ 979,200</b>

### STATE PROGRAMS (ONGOING)

#### Engineering Technology Sustaining Funds (Formerly Known as ETIC funds)

This funding is intended to support engineering and technology programs at all seven institutions. An allocation formula provides some base funding to all institutions but bases nearly all funding on degrees earned by Oregon residents in engineering and technology fields, institutional research expenses in those fields, and the wages earned by both residents and non-resident graduates. Like the SSCM, outcomes, expenses, and wages are based on the three trailing years.

#### Clinical Legal Education

This program provides funding to any accredited public or private institution of higher education within Oregon which provides clinical legal services to victims of domestic violence, stalking or sexual assault. Distribution of the funds is on an application basis. [OAR 715-013-0060](#) has been adopted to assist with establishing the eligibility for and distribution of these funds. It is anticipated that the University of Oregon will receive all funds for this program for the upcoming biennium as they are the only eligible institution. Lewis and Clark had previously been eligible but no longer offers eligible services.

### [Oregon Solutions](#)

Oregon Solutions (OS) at Portland State University promotes a new style of community governance, one based on the principles of collaboration, integration, and sustainability. OS is a state-funded program that brings together local groups to solve local problems using sustainable methods.

### [Dispute Resolution](#)

The UO administers the [Oregon Office of Community Dispute Resolution \(OOCDR\)](#) which provides mediation services and conflict resolution training to private parties. The OOCDR also provides funding and training support to 20 community dispute resolution centers, serving 25 Oregon counties. PSU administers the [Oregon Consensus](#) program, within the National Policy Consensus Center, which facilitates collaborative, agreement seeking processes that unite communities, government, and businesses to resolve differences and build durable agreements that address public issues. Funding is allocated between UO and PSU on a 65%/35% split by agreement of both institutions. [OAR 715-013-0066](#) was adopted to allocate these funds via this agreed-upon split.

### [Oregon Climate Change Research Institute](#)

The Oregon Climate Change Research Institute(OCCRI) facilitates research, serves as a climate change information clearinghouse, provides technical assistance, and at least once each biennium, assesses the state of climate change science as it relates to impacts on Oregon. OCCRI is housed within the OSU College of Oceanic and Atmospheric Sciences (COAS).

### [Signature Research](#)

The signature research program was initiated by the legislature in 2003 to support the development of Signature Research Centers for Multi-Scale Materials and Devices at OSU, UO and PSU. The research focuses on integrating nanotechnology and micro-technology into product engineering and design. The overall mission of the initiative is to create high-wage jobs and quality economic development in the state. UO and OSU each receive 47.5% of the available funds and PSU receives the remaining 5%. OAR [715-013-0064](#) was adopted to allocate these funds.

### [Institute for Natural Resources](#)

The Institute for Natural Resources (INR) at Oregon State University is a cooperative enterprise bringing the scientific knowledge and expertise of Oregon's public universities and other Oregon higher education institutions to bear on natural resource management. The enacting legislation states that INR shall: (a) serve as a clearinghouse for scientifically based natural resources information; (b) provide scientifically based natural resources information to the public in integrated and accessible formats; (c) coordinate efforts with other state agencies and bodies to provide natural resources information to the public in a comprehensive manner; (d) facilitate and conduct research; and (e) provide information and technical tools to assist decision-making on natural resources issues.

### [Labor Education Research Center](#)

The Labor Education and Research Center (LERC) at the University of Oregon was established in 1977 in order to give workers and labor unions in Oregon access to the resources and expertise of the state's higher education system. Working from offices in Eugene and Portland, LERC's faculty have backgrounds in adult education, political science, labor and public policy, history, and community organizing. LERC offers a wide range of non-credit workshops and customized trainings in areas such as representation skills, effective communication, building inclusive organizations, labor history, political economy, and the law.

### [Population Research Center \(PRC\)](#)

The mission of PRC, located at Portland State University, is to provide population data, information, and research analysis for Oregon and its communities. In addition, it has the responsibility of acting as the lead



state agency in working with the U.S. Census Bureau to disseminate information at local levels.

#### *OSU Fermentation Science*

This funding was intended to “expand fermentation science programs” at Oregon State University. Fermentation science funding supports Oregon’s fast-growing beer, wine and spirits industries and is one of the only programs of its type in the country.

#### *OSU Ocean Vessels Research*

This state-funded program provides ship days for the use of the Research Vessel (R/V) Oceanus in the research and study of Oregon’s coastal waters. The appropriation for the current biennium funds 24 days of ship use during the biennium, including fuel, supplies and labor.

#### *TallWood Design Institute*

The 2015 Legislature provided funding for what is now known as the TallWood Design Institute (previously known as the OSU Advanced Wood Products with UO). The TallWood Design Institute is the nation’s only research collaborative that focuses exclusively on the advancement of structural wood products. It conducts the research needed for widespread adoption of mass timber building technology in the U.S. The Institute is a partnership between [Oregon State University](#) and the [University of Oregon](#), bringing together the strengths of OSU’s [College of Forestry](#) and [College of Engineering](#), and the UO’s School of [Architecture and Allied Arts](#).

### **TARGETED AND ONE-TIME APPROPRIATIONS**

The following are targeted appropriations that are not explicitly defined by the legislature as continuing funding. Consistent with prior practice, all items below shall be considered one-time (or at least non-continuing) funding unless affirmatively extended by the legislature.

#### *Oregon Renewable Energy Center*

Oregon Tech’s OREC program serves small and medium-sized companies seeking a university collaborator to prototype, test, validate and accelerate “cleantech” products, and renewable energy applications. OREC’s geo-heat center maintains a geothermal library of over 5,000 publications, and provides information and technical assistance on the use of geothermal energy to thousands of constituents worldwide, with a focus on assisting small Oregon-based businesses with applications of geothermal energy.

#### *Willamette Falls Locks Commission*

SB 256 appropriated \$190,000 in general fund to Oregon Solutions at Portland State University to support the efforts of the newly created Willamette Falls Locks Commission. Of that amount, \$50,000 is designated for contracting costs with the Department of Justice, for legal services provided to the commission; the remaining \$140,000 is designated to PSU for staffing and other resource related costs. Oregon Solutions anticipates travel, meeting expenses and labor costs from the following positions: Senior Facilitator, Lead Facilitator, Project Associate and a Program Director.

#### *AES Hermiston Agricultural Research and Extension Center for potato research*

HB 5006 appropriated \$260,000 in general fund for one position at the Hermiston Agricultural Research and Extension Center for potato research run by the Agricultural Experiment Station during this biennium.

#### *AES North Willamette Research and Extension Center*

HB 5006 appropriated \$120,000 in general fund for one position at the North Willamette Research and Extension Center run by the Agricultural Experiment Station during this biennium.

HB 5006-(OSU) Molluscan Broodstock Program

HB 5006 appropriated \$570,000 to the Molluscan Broodstock program at the Hatfield Marine Science Center in conjunction with the Whiskey Creek Shellfish Hatchery. This work results in part, from the work of the Oregon Shellfish Task Force.

HB 5006-(OSU) Ocean Acidification Research

HB 5006 appropriated \$280,000 for monitoring the effects of ocean acidification and conducting ocean acidification research at the Whiskey Creek Shellfish Hatchery. This work results in part, from the work of the Oregon Shellfish Task Force.

HB 5201 (OSU) Marine Energy Grant

This provides \$3 million as part of matching funds for a federal grant made to support a project at Oregon State University's Northwest National Marine Renewable Energy Center (NNMREC). The project is the Pacific Marine Energy Center South Energy Test Site, which is a wave energy test site off the Oregon Coast. An \$800,000 General Fund appropriation was provided in 2016 as part of the match for the first \$5 million in federal funds for this project; this \$3 million appropriation will help secure the remaining \$35 million in federal funds. An additional \$1.6 million state contribution may be required in the 2019-21 biennium for this project.

## Statewide Public Service Programs

Funding for the [Statewide Public Service Programs \(SWPS\)](#) is provided in the HECC's budget bill. These programs, all housed at Oregon State University, play a vital role throughout the state of Oregon, particularly in rural areas and in relation to natural resource industries or key environmental issues. New this biennium is \$24 million in lottery funding to the OSU Extension Service to implement the [Outdoor School Program](#) approved by voters in 2016's Measure 99.

<b>2018-19 STATEWIDE PUBLIC SERVICE PROGRAMS (ESTIMATED)</b>				
	<b>Agriculture Experiment Station</b>	<b>Extension Service</b>	<b>Forest Research Laboratory</b>	<b>Total</b>
SB 5524 - State General Fund	\$ 33,705,320	\$ 24,335,875	\$ 5,214,262	\$ 63,255,457
SB 5524 - State Lottery Fund	-	\$ 12,240,000	-	\$ 12,240,000
Federal Revenues	\$ 3,909,118	\$ 4,629,260	\$ 1,113,000	\$ 9,651,378
County Appropriations	\$ 667,842	\$ 13,000,000		\$ 13,667,842
State Agency Transfers In			\$ 3,400,000	\$ 3,400,000
Sales and Services	\$ 2,164,743	\$ 1,300,000	\$ 40,000	\$ 3,504,743
Interest Income				\$ -
Donations (Non-governmental)				\$ -
Grants (Non-Federal)				\$ -
Other Revenues	36,421-	\$ 250,000	1,000-	\$ 287,421
Transfers-In				\$ -
<b>Total</b>	<b>\$ 40,483,444</b>	<b>\$ 55,755,135</b>	<b>\$ 9,768,262</b>	<b>\$ 106,006,841</b>

## Sports Lottery

Sports Lottery resources are provided to support athletic programs and student scholarships. As outlined in ORS 461.543, 88% of all available funding shall be spent to fund athletic programs, of which 70% shall be for non-revenue producing sports, 30% for revenue producing sports and at least 50% for women's athletics. The remaining 12% of funding shall be spent on scholarships, equally split between scholarships based on merit and financial need. Funding for Sports Lottery is unchanged from the prior biennium.

<b>2017-19 SPORTS LOTTERY</b>			
	<b>2017-18</b>	<b>2018-19</b>	<b>Total</b>
EOU	\$ 456,619	\$ 456,620	\$ 913,239
OIT	\$ 456,619	\$ 456,620	\$913,239
OSU	\$ 515,000	\$ 515,000	\$1,030,000
PSU	\$ 1,138,783	\$ 1,138,784	\$2,277,567
SOU	\$ 456,619	\$ 456,620	\$913,239
UO	\$ 515,000	\$ 515,000	\$1,030,000
WOU	\$ 581,356	\$ 581,360	\$1,162,716
<b>Total</b>	<b>\$ 4,119,996</b>	<b>\$4,120,004</b>	<b>\$8,240,000</b>

## Fiscal Year 2018-19 Summary

The following table aggregates and summarizes FY19 General Fund and Lottery Fund resources for institution operations, state programs, statewide public services, and one-time appropriation items.

2018-19 ALLOCATION SUMMARY										
	PSF	EOU	OIT	OSU	OSU-CC	PSU	SOU	UO	WOU	Total
Education & General (E&G)	Public University Support Fund	\$20,186,725	\$27,455,306	\$114,411,484	\$7,340,407	\$91,390,178	\$21,270,176	\$69,090,988	\$24,673,012	\$375,818,276
	Stop Loss/State Gain	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
	<b>Subtotal Public University Support Fund</b>	<b>\$20,186,725</b>	<b>\$27,455,306</b>	<b>\$114,411,484</b>	<b>\$7,340,407</b>	<b>\$91,390,178</b>	<b>\$21,270,176</b>	<b>\$69,090,988</b>	<b>\$24,673,012</b>	<b>\$375,818,276</b>
	Engr Technology Sustaining Funds	\$170,451	\$1,101,256	\$7,105,908	\$0	\$3,047,700	\$201,592	\$1,134,500	\$292,867	\$13,054,274
	Dispute Resolution	\$0	\$0	\$0	\$0	\$470,171	\$0	\$873,175	\$0	\$1,343,346
	Oregon Solutions (PSU)	\$0	\$0	\$0	\$0	\$1,205,230	\$0	\$0	\$0	\$1,205,230
	OSU Fermentation Science	\$0	\$0	\$661,808	\$0	\$0	\$0	\$0	\$0	\$661,808
	Signature Research	\$0	\$0	\$263,888	\$0	\$27,778	\$0	\$263,888	\$0	\$555,554
	Labor Education Research Center (LERC-UO)	\$0	\$0	\$0	\$0	\$0	\$0	\$362,267	\$0	\$362,267
	OSU Ocean Vessels Research	\$0	\$0	\$330,905	\$0	\$0	\$0	\$0	\$0	\$330,905
Non-Education & General	Population Research Center (PSU)	\$0	\$0	\$0	\$0	\$232,409	\$0	\$0	\$0	\$232,409
	Institute for Natural Resources (OSU Only)	\$0	\$0	\$213,076	\$0	\$0	\$0	\$0	\$0	\$213,076
	Clinical Legal Education	\$0	\$0	\$0	\$0	\$0	\$0	\$185,833	\$0	\$185,833
	Oregon Climate Change Research Institute (OSU)	\$0	\$0	\$167,020	\$0	\$0	\$0	\$0	\$0	\$167,020
	TallWood Design Institute	\$0	\$0	\$1,814,888	\$0	\$0	\$0	\$0	\$0	\$1,814,888
	PSU Profiling Study	\$0	\$0	\$0	\$0	\$133,703	\$0	\$0	\$0	\$133,703
	OSU Marine Energy Center	\$0	\$0	\$3,000,000	\$0	\$0	\$0	\$0	\$0	\$3,000,000
	<b>Subtotal Public University State Programs</b>	<b>\$170,451</b>	<b>\$1,101,256</b>	<b>\$13,557,493</b>	<b>\$0</b>	<b>\$5,116,991</b>	<b>\$201,592</b>	<b>\$2,819,663</b>	<b>\$292,867</b>	<b>\$23,260,313</b>
	Agricultural Experiment Station	\$0	\$0	\$33,705,320	\$0	\$0	\$0	\$0	\$0	\$33,705,320
	Extension Service	\$0	\$0	\$24,335,875	\$0	\$0	\$0	\$0	\$0	\$24,335,875
Outdoor School (Lottery Funds)	\$0	\$0	\$12,240,000	\$0	\$0	\$0	\$0	\$0	\$12,240,000	
Forest Research Lab	\$0	\$0	\$5,214,262	\$0	\$0	\$0	\$0	\$0	\$5,214,262	
<b>Subtotal Statewide Public Services</b>	<b>\$0</b>	<b>\$0</b>	<b>\$75,495,457</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$75,495,457</b>	
Targeted & One Time	HB5006 AES - Potato Research	\$0	\$0	\$132,600	\$0	\$0	\$0	\$0	\$0	\$132,600
	HB5006 AES North Willamette	\$0	\$0	\$61,200	\$0	\$0	\$0	\$0	\$0	\$61,200
	HB5006 Molluskan Brood Stock	\$0	\$0	\$290,700	\$0	\$0	\$0	\$0	\$0	\$290,700
	HB5006 Ocean Acidification	\$0	\$0	\$142,800	\$0	\$0	\$0	\$0	\$0	\$142,800
	SB256 Oregon Solutions - Willamette Falls	\$0	\$0	\$0	\$0	\$96,900	\$0	\$0	\$0	\$96,900
	HB5006 OREC-Oregon Renewable Energy Ctr	\$0	\$255,000	\$0	\$0	\$0	\$0	\$0	\$0	\$255,000
	<b>Subtotal Targeted and One-Time Appropriations</b>	<b>\$0</b>	<b>\$255,000</b>	<b>\$627,300</b>	<b>\$0</b>	<b>\$96,900</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$979,200</b>
	Sports Lottery	\$456,620	\$456,620	\$515,000	\$0	\$1,138,784	\$456,620	\$515,000	\$581,360	\$4,120,004
	SELP Debt Service (General Fund)	\$637,752	\$133,536	\$1,072,584	N/A	\$2,182,248	\$179,160	\$1,972,143	\$382,188	\$6,559,611
	<b>Subtotal Other</b>	<b>\$1,094,372</b>	<b>\$590,156</b>	<b>\$1,587,584</b>	<b>\$0</b>	<b>\$3,321,032</b>	<b>\$635,780</b>	<b>\$2,487,143</b>	<b>\$963,548</b>	<b>\$10,679,615</b>
Totals	Subtotal Lottery Fund	\$456,620	\$456,620	\$12,755,000	\$0	\$1,138,784	\$456,620	\$515,000	\$581,360	\$16,360,004
	Subtotal General Fund	\$20,994,928	\$28,945,098	\$192,924,318	\$7,340,407	\$98,786,317	\$21,650,928	\$73,882,794	\$25,348,067	\$469,872,857
	<b>Grand Total</b>	<b>\$21,451,548</b>	<b>\$29,401,718</b>	<b>\$205,679,318</b>	<b>\$7,340,407</b>	<b>\$99,925,101</b>	<b>\$22,107,548</b>	<b>\$74,397,794</b>	<b>\$25,929,427</b>	<b>\$486,232,861</b>

Note: Excludes General Fund Capital, General Fund Debt Service, and Lottery Fund Debt Service.

## EDUCATION AND GENERAL OTHER FUNDS REVENUE

The following section is a summary of budgeted university revenues, including state funding. The Education and General Other Funds revenue category of the operating budget is comprised principally of estimated campus tuition and fees (calculated on enrollment projections and tuition rates), indirect cost recovery on sponsored research, as well as lesser amounts of other income.

Under ORS 352.087(1)(i), universities are no longer subject to expenditure limitations on any such revenues they directly collect, including tuition and fees. There are no legislative restrictions on increases in graduate tuition rates or nonresident undergraduates, though these rates are subject to approval by an institution's governing board. However, the HECC is tasked by ORS 350.075(3) (h) (B) with the following duties regarding undergraduate resident enrollment fees increases of more than 5% annually at public universities:

- (3) The Higher Education Coordinating Commission shall:*  
*(h) For public universities listed in ORS 352.002:*  
*Review and determine whether a proposed annual increase of resident undergraduate enrollment fees of greater than five percent is appropriate.*

All universities have approved their tuition and fees for the 2018-19 academic year. With the exception of increases greater than 5% annually in resident undergraduate tuition, tuition rate approval is the domain of an individual institution and its governing board. For the 2018-19 academic year, no institutions exceeded this threshold. A budget note on SB 5524 limited tuition increases to below-threshold levels in conjunction with Legislative adoption of a larger PUSF appropriation.

Below is a summary of each institution's operating budgets which includes state-provided resources and tuition/fee revenues:

2018-19 INSTITUTION OPERATING BUDGETS (ALL SOURCES)										
		EOU	OIT	OSU	PSU	SOU	UO	WOU	Total	
State Funding	General Fund	Public University Support Fund	\$20,186,725	\$27,455,305	\$121,751,892	\$91,390,178	\$21,270,175	\$69,090,989	\$24,673,012	\$375,818,276
		Public University State Programs	\$170,451	\$1,101,256	\$13,557,493	\$5,116,991	\$201,592	\$2,819,663	\$292,867	\$23,260,313
		Targeted and One Time Funding	\$0	\$255,000	\$627,300	\$96,900	\$0	\$0	\$0	\$979,200
		Statewide Public Services	\$0	\$0	\$63,255,457	\$0	\$0	\$0	\$0	\$63,255,457
		<b>Subtotal State General Fund</b>	<b>\$20,357,176</b>	<b>\$28,811,561</b>	<b>\$199,192,142</b>	<b>\$96,604,069</b>	<b>\$21,471,767</b>	<b>\$71,910,652</b>	<b>\$24,965,879</b>	<b>\$463,313,246</b>
	Lottery Fund	Sports Lottery	\$456,620	\$456,620	\$515,000	\$1,138,784	\$456,620	\$515,000	\$581,360	\$4,120,004
		Statewide Public Services	\$0	\$0	\$12,240,000	\$0	\$0	\$0	\$0	\$12,240,000
<b>Subtotal State Lottery Fund</b>		<b>\$456,620</b>	<b>\$456,620</b>	<b>\$12,755,000</b>	<b>\$1,138,784</b>	<b>\$456,620</b>	<b>\$515,000</b>	<b>\$581,360</b>	<b>\$16,360,004</b>	
Estimated Campus Revenues	Non-State Education & General Revenues <sup>1</sup>	\$20,065,378	\$33,003,000	\$463,606,481	\$244,759,830	\$38,362,901	\$476,771,307	\$47,029,685	\$1,323,598,582	
	Non-State, Non-Education & General Revenues <sup>2</sup>	\$17,120,000	\$25,389,029	\$610,362,905	\$247,735,972	\$36,334,582	\$541,457,543	\$32,782,412	\$1,511,182,443	
	Non-State Statewide Public Services Revenues	\$0	\$0	\$29,843,333	\$0	\$0	\$0	\$0	\$29,843,333	
	<b>Subtotal Non-State Campus Revenues</b>	<b>\$37,185,378</b>	<b>\$58,392,029</b>	<b>\$1,103,812,719</b>	<b>\$492,495,802</b>	<b>\$74,697,483</b>	<b>\$1,018,228,850</b>	<b>\$79,812,097</b>	<b>\$2,864,624,358</b>	
<b>Total</b>		<b>\$57,999,174</b>	<b>\$87,660,210</b>	<b>\$1,315,759,861</b>	<b>\$590,238,655</b>	<b>\$96,625,870</b>	<b>\$1,090,654,502</b>	<b>\$105,359,336</b>	<b>\$3,344,297,608</b>	

1) Non-State Education & General include tuition and fees, indirect cost recovery on sponsored projects and lesser amounts of other income. Prior to the passage of SB 242, this category was known as Other Funds Limited (OFL) and subject to legislatively established expenditure limitation.

2) Estimates of Non-State, Non-Education & General Revenues include designated operations, service departments, auxiliary enterprises, restricted funds (gifts, grants, contracts) and student loan funds. Prior to the passage of SB 242, this category was known as "Other Funds Non-Limited" to distinguish this source from Other Funds "Limited" which were subject to legislative expenditure limitation.

## DEBT SERVICE AND CAPITAL CONSTRUCTION

As with past biennia, the Legislature authorized state resources and state debt to directly and indirectly fund a slate of university capital construction projects.

- General Obligation Bonded Debt** (*e.g. XI-G, XI-F, XI-Q, Alternate Energy Bonds, Pension Obligation Bonds*)— General Obligation (GO) bond debt is secured by the full faith and credit of the state of Oregon. In the state’s case, each GO bond program was created by a constitutional amendment passed by state voters. Therefore, the People of the state have unconditionally pledged to pay debt service (i.e. principal and interest) payments, over the life of each GO issue. This means that, barring the existence of other adequate repayment sources, all unrestricted public revenues must be used as needed to support debt service payments. This may include the levy of a statewide property tax if necessary and allowed by law.
- Direct Revenue Bonded Debt** (*e.g. Lottery Bonds, Revenue Bonds*)— Unlike GO bonds, direct revenue program debt is not secured by the state’s unlimited pledge to fund debt service with unrestricted public revenues or, where permitted, a statewide ad valorem property tax. Rather, funds to pay debt service are provided by a specific and dedicated revenue stream. Further, revenue programs typically do not require a vote of the People, but must be authorized by the Legislative Assembly. The state Legislature at all times holds the right to refer program approval to Oregon voters. Direct revenue bond programs are each considered fully self-supporting, and have no general obligation backing from the state. However, if program revenues were to become insufficient to support debt service payments, this does not preclude the state from providing a funding stream.
- Appropriation Credits** (*e.g. COPs*)— These credits are special limited obligations of the state payable solely from funds appropriated or otherwise made available by the state Legislative Assembly. The obligation of the state to provide appropriated moneys and to pay the bonds is subject to future appropriation by the Legislature for the fiscal period in which payments are due. As with state direct revenue bond programs, appropriation credits do not require a vote of the People, but must be authorized by the Legislative Assembly. Similar to revenue program debt, appropriation credits are not secured by the state’s unlimited pledge to fund debt service with unrestricted public revenues or, where permitted, a statewide ad valorem property tax. The state currently uses two types of appropriation credits: Appropriation Bonds and Certificates of Participation. These credits are being phased out for universities as a result of the creation of XI-Q bonds in 2010.
- Direct Appropriation**— This funding provides small projects (less than \$2.5 million) with direct general support. These project funds are dispersed via grant and, unlike other capital construction funding types, do not incur any debt or debt service on behalf of the state.

The legislature has been granted the authority by the Oregon Constitution to authorize, on behalf of the HECC and the public universities, the issuance of bonds for construction, equipping, rehabilitation, remodeling, and repair of facilities. Under the terms of 2015’s [HB 3199](#), the HECC is responsible for managing these debt types for public universities in concert with the Department of Administrative Services and the Oregon State Treasurer’s Office. Appropriations made for capital construction projects also are administered by the HECC.

The table below contains a summary of the financing mechanisms for projects authorized in the 2017-19 biennium and appropriations for debt service on those projects authorized in prior biennia. Generally, newly authorized debt is not issued until the end of the biennium in which it is authorized, limiting the debt service costs required for new projects in that same biennium. Capital projects (with the exception of direct appro-

apropriation) were authorized in [SB 5505 \(2017\)](#) and SB 5702 (2018). Two direct appropriation projects were authorized in [HB 5006](#). The debt service budget is contained within the HECC's main budget bill ([SB 5524](#)).

What follows is a 2017-19 capital project financing summary and a description of each bond type:

<b>CAPITAL CONSTRUCTION FINANCING AND DEBT SERVICE SUMMARY</b>				
	<b>Funding Mechanism</b>	<b>Fund Type</b>	<b>Number of Projects</b>	<b>Principal or Appropriation</b>
<b>2017-19 New and Reauthorized</b>	Article XI-F Bonds	Other Funds (institution paid)	4	\$ 15,935,000
	Article XI-G Bonds	General	9	\$ 131,890,000
	Article XI-Q Bonds	General	14	\$ 195,210,000
	Lottery Bonds	Lottery	1	\$ 9,915,000
	Direct Appropriation	General	2	\$ 1,690,000
	<b>Subtotal New &amp; Reauthorized</b>		<b>30</b>	<b>\$ 354,640,000</b>
<b>2017-19 Debt Service<sup>1</sup></b>	Debt Service XI-G	General	N/A	\$ 70,949,458
	Debt Service XI-Q	General	N/A	\$ 34,593,748
	Debt Service - Lottery	Lottery	N/A	\$ 31,881,603
	Debt Service - SELP	General	N/A	\$ 13,424,701
	Debt Service - COPs	General	N/A	\$ 6,896,693
	Debt Service XI-F <sup>2</sup>	Other Funds (institution paid)	N/A	\$ 174,838,161
	<b>Subtotal Debt Service</b>			<b>\$ 332,584,364</b>

1) Debt Service in 2017-19 derived from DAS Capital Debt Tables and SELP from prior biennia.

2) Limitation on Other Funds Debt service per SB 5524, Section 11, (2017).

## **BOND AND OTHER CAPITAL FINANCE PROGRAMS DESCRIPTIONS**

**Article XI-G Bonds** - These bonds are general obligation bonds issued for facilities that are of a general classroom and/or laboratory nature including Education & General type buildings. Dedicated state General Funds are appropriated each biennium for debt service payments on Article XI-G Bonds for capital construction. Due to the likelihood for a late biennium bond sale, the state does not budget debt service in the biennium an XI-G funded capital project is approved for higher education. The debt service costs are rolled up in the next biennium's budget. In the biennium for which the bond issuance is approved, the institution for which the bond is issued must fund any debt payment due. XI-G bonds may be structured or timed so that no debt service is due until the following biennium. Alternatively, interest earnings on unspent bond proceeds may be used to pay any interest expense due. Historically the legislature has not approved Article XI-G financing for a building until the university demonstrated that it had the required match.

**Article XI-Q Bonds** - These bonds are general obligation bonds to finance the costs of acquiring, constructing, remodeling, repairing, equipping or furnishing real or personal property that is or will be owned or operated by the state of Oregon. Oregon voters approved a constitutional amendment in November 2010 authorizing the use of general obligation bonds (including XI-Q bonds) to finance or refinance the costs of acquiring, constructing, and equipping real or personal property. Statutory authority to issue XI-Q bonds is provided in ORS 286A.818. Under 2015's HB 3199, the HECC serves as the "project agency" for XI-Q bonds involving public universities.

**Lottery Bonds** - Lottery bonds are direct revenue bonds. Unlike general obligation bonds, revenue bonds are not secured by the state's unrestricted public revenues (ORS 286A.580). Lottery bonds have been used to fund a variety of Education & General related deferred maintenance and other projects. Dedicated lottery revenues pay the debt service on these bonds.

**Small Scale Energy Loan Program (SELP) Loans** - Alternate Energy, or XI-J, bonds are general obligation bonds sold to provide loan funds for energy projects that promote energy conservation and renewable energy resource development. Eligible projects include those involving energy conservation, producing energy from renewable resources, using recycled materials to create new products, or producing or using alternative fuels. Universities have used SELP loans for a variety of deferred maintenance and other energy conservation capital projects in the last decade. The SELP program has ceased issuing new loans, although universities are paying back existing loans. The state agreed to pay a portion of the debt service on SELP loans issued from 2005-11. HECC distributes such funds, the amount of which is based on the difference between the energy savings generated by their project and the debt service for the project. The institutions then pay the Department of Energy directly on a monthly basis. Such payments are identical each month throughout a particular biennium until the loan is retired.

**Certificates of Participation (COPS) ORS 283.085 to 283.092** - COPS are appropriation credits (tax exempt) and are not secured by the state's unlimited pledge to fund debt service with unrestricted public revenues. These credits are special limited obligations of the state payable solely from funds appropriated or otherwise made available by the state Legislative Assembly. The obligation of the state to provide appropriated moneys and to pay the debt service of the bonds is subject to future appropriation by the Legislature for the fiscal period in which payments are due. Because COPS are not secured by the full faith and credit of the issuer, the Legislature must approve the COP repayment amounts prior to each biennium for which payments are scheduled. In other words, the Legislature could deny a budget request for COP debt service. COPS were used to finance capital costs related to construction or acquisition and could not be used to finance ongoing operating costs. Universities have used COPS to finance certain equipment, computer software purchases as well as various construction projects. COPS were an attractive debt instrument for financing deferred maintenance projects since there is no requirement for matching funds. While debt service related to technology projects has historically been funded by operating revenues from the campuses (primarily tuition), construction related debt financed with COPS have been primarily funded by state appropriation. As a result of the creation of XI-Q bonds in 2010, COPS have been phased out in favor of XI-Q bonds due to lower interest rates for XI-Q bonds.

**Article XI-F (1) Bonds** - Article XI-F (1) bonds are general obligation bonds used to finance capital projects on facilities where an individual university has "sufficient revenues to pay the indebtedness and operate the projects financed with the proceeds of the indebtedness" (revenues includes all funds available to the constructing authority except amounts appropriated by the Legislative Assembly from the General Fund). Revenues from auxiliaries, gifts, grants, investment earnings and building fees are used for debt service payments. Under 2015's HB 3199, the HECC is responsible for conducting revenue sufficiency tests required to issue XI-F (1) bonds.



2017-19 NEW CAPITAL PROJECT BONDING (INCLUDES ISSUANCE COSTS)									
Institution	Project Name	XI-F(1) Debt	XI-G Debt	XI-Q Debt	GF Capital (Non-Debt)	Other Institutional Funding (XI-G Match)	Lottery Bonds	Total	
All	Capital Improvement, Renewal and Accessibility	\$0	\$0	\$50,620,000	\$0	\$0	\$0	\$50,620,000	
	IT Infrastructure	\$0	\$0	\$0	\$1,200,000	\$0	\$0	\$1,200,000	
EU	Loso Hall	\$0	\$0	\$5,575,000	\$0	\$0	\$0	\$5,575,000	
	Track Facility	\$1,180,000	\$0	\$0	\$0	\$0	\$0	\$1,180,000	
	Field House Facility	\$0	\$0	\$0	\$0	\$0	\$9,915,000	\$9,915,000	
OIT	Center for Excellence in Engineering Phase II	\$0	\$2,050,000	\$38,475,000	\$0	\$2,000,000	\$0	\$42,525,000	
	Oregon Manufacturing Innovation Center	\$0	\$0	\$3,940,000	\$0	\$0	\$0	\$3,940,000	
	Student Recreation Center	\$5,115,000	\$0	\$0	\$0	\$0	\$0	\$5,115,000	
OSU	Cordley Hall	\$0	\$0	\$15,250,000	\$0	\$0	\$0	\$15,250,000	
	Fairbanks Hall	\$0	\$0	\$11,220,000	\$0	\$0	\$0	\$11,220,000	
	Gilkey Hall	\$0	\$2,050,000	\$1,045,000	\$0	\$2,000,000	\$0	\$5,095,000	
	Quality Foods and Beverages Center	\$0	\$9,100,000	\$0	\$0	\$9,000,000	\$0	\$18,100,000	
OSU Cascades	Campus Infrastructure	\$0	\$0	\$9,145,000	\$0	\$0	\$0	\$9,145,000	
	Graduate and Research Center	\$0	\$0	\$0	\$490,000	\$0	\$0	\$490,000	
	Academic Building 2	\$0	\$10,215,000	\$29,410,000	\$0	\$10,000,000	\$0	\$49,625,000	
PSU	Graduate School of Education	\$6,080,000	\$36,485,000	\$9,145,000	\$0	\$36,000,000	\$0	\$87,710,000	
SOU	Central Hall	\$0	\$0	\$6,125,000	\$0	\$0	\$0	\$6,125,000	
	Boiler Replacement	\$0	\$0	\$2,855,000	\$0	\$0	\$0	\$2,855,000	
UO	Campus for Accelerating Scientific Impact Phase I	\$0	\$50,620,000	\$0	\$0	\$50,000,000	\$0	\$100,620,000	
	Campus for Accelerating Scientific Impact Phase II	\$0	\$20,290,000	\$0	\$0	\$20,290,000	\$0	\$40,580,000	
	Information Technology Center Phase III	\$0	\$540,000	\$5,070,000	\$0	\$500,000	\$0	\$6,110,000	
WOU	Oregon Military Center Renovation Phase II	\$0	\$540,000	\$7,335,000	\$0	\$500,000	\$0	\$8,375,000	
	Natural Sciences Building Renovation	\$3,560,000	\$0	\$0	\$0	\$0	\$0	\$3,560,000	
<b>Total (All Universities)</b>		<b>\$15,935,000</b>	<b>\$131,890,000</b>	<b>\$195,210,000</b>	<b>\$1,690,000</b>	<b>\$130,290,000</b>	<b>\$9,915,000</b>	<b>\$484,930,000</b>	

## CAPITAL CONSTRUCTION PROJECT DESCRIPTIONS:

### All Campuses

- Capital Repair/Renewal/Accessibility:** The capital improvement projects will address deferred maintenance, code compliance, safety issues, and the Americans with Disabilities Act (ADA) accessibility improvements for campus facilities. The projects will not involve acquisition of buildings, structures, or land; classroom or lab modernization; or improvements to auxiliary facilities, which are typically self-supporting.

### EOU

- IT Infrastructure:** This facility will be the campus hub for communications and network infrastructure.

- Loso Hall:** The project is to renovate Loso Hall and will improve or replace theater department performance and practice spaces, stages, support spaces, equipment, lighting and staging systems. The project will also make ADA accessibility improvements in theater seating and building access.

- Track Facility:** The project includes removal of the existing track and field athletic surfaces and associated asphalt and concrete underlayment. Installation of a new rock base and drainage system with a permeable asphalt base surface will be included. New permeable track and field competition athletic surfaces will be installed over the asphalt base. The project will also include a scorer's station at the track finish line, restroom facilities, and guest seating.

- Field House:** This project is to construct a new 30,000 square foot field house that will include a track and field area; physical activity and health education area; outdoor program area; locker rooms and public restrooms; and stadium seating. Cross laminated timber (CLT) will be utilized as a primary construction material in the facility.

### OIT

- Center for Excellence in Engineering and Technology Phase II:** The Center for Excellence in Engineering and Technology (CEET) will feature classrooms, laboratory, office, and project spaces focused on applied research and teaching in advanced engineering, manufacturing and sustainable systems. The project will also complete the renovation, building envelope and ADA accessibility improvements to Cornett Hall.

- Oregon Manufacturing Innovation Center:** The project will renovate the OMIC Research and Development facility, providing industrial levels of electrical infrastructure, internal temperature controls and systems, storage and management facilities for specialty gas, manufacturing support equipment, structural modifications to support heavy equipment, testing equipment, and ADA compliance.

- Student Recreation Center:** The project will re-use existing Athletics Facilities, updating, expanding, and restoring fitness facilities on campus.

### OSU

- Cordley Hall:** The renovation project will replace mechanical and electrical systems as well as upgrade fire and life safety systems, including a fire suppression system and modern fire alarms for the approximately 236,000 GSF research building.

- Fairbanks Hall:** The renovation project will create critically needed space in the currently unutilized fourth floor and make the building fully accessible. The project includes improvements to the building's all-wood structure, plumbing, and ventilation systems, expansion of fire protection systems, and improved fire and life safety egress.
- Gilkey Hall:** The renovation project will provide a general interior space renewal for the academic directors for undergraduate studies, the academic success center, the writing center, computer lab, and international programs. The project also includes upgrades to fire and life safety, plumbing, and HVAC systems.
- Quality Foods and Beverage Center:** The project is to construct a 28,500 GSF building which will include three new research and learning pilot facilities for brewing science, wine science, and dairy science.

### OSU-Cascades Campus

- Campus Infrastructure:** The site restoration project will include partial fill and compaction of a pumice mine to bring the site to a condition ready for infrastructure development. The property, a 46-acre pumice mine site, is adjacent to the 10-acre Cascades Campus and is near downtown Bend.
- Graduate and Research Center:** This project will create office space for teaching and research at the campus for additional programs and course offerings.
- Cascades Expansion-Academic Building 2:** The project is to construct a new 55,000 square foot academic building that will include laboratories, general purpose classrooms, faculty offices, and other learning and support and research spaces, as well as associated utilities and surface parking. Oregon building products, such as CLT and regional wood products, will be incorporated in the facility structural components and aesthetic features.

### PSU

- University Center Building Land Purchase:** The project is to purchase the land under the university-owned University Center building.

### SOU

- Central Hall:** The project includes replacing the HVAC system and electrical systems, upgrading the fire alarm system to meet current code requirements, and addressing water penetration of the exterior concrete façade. The project scope also includes ADA accessibility improvements.
- Boiler Replacement:** The project includes replacement of two steam boilers, a condensate storage tank, the boiler control system, and an undersized chiller.

### UO

- Campus for Accelerating Scientific Impact Phase I:** The project includes construction of the initial phase of the Campus which includes new science lab facilities located north of Franklin Boulevard and other construction, improvements, or acquisitions to support the Campus. The new science lab facilities are expected to be two research structures totaling approximately 150,000 GSF and will house core shared scientific facilities as well as labs. The project is expected to include construction of a sky bridge to connect the science campus to the main campus for safe crossing of Franklin Boulevard. This is phase one of a

\$100 million project expected to be completed by June 2020.

- Campus for Accelerating Scientific Impact-Phase II:** The project is to partially fund the second phase of the Campus, which includes new science lab facilities located north of Franklin Boulevard and other construction, improvements, or acquisitions to support the Campus. Funding for Phase I was approved in the 2017 session.

## WOU

- Information Technology Center Phase III:** The project includes seismic improvements to the building structure and replacement of mechanical, electrical and plumbing systems. The first two floors will be remodeled to maximize function, improve access, and comply with current building codes.

- Oregon Military Center Renovation Phase II:** The project includes a redesign and re-purpose of the existing military training facility, located within the north perimeter of the campus, for year-round academic program use, to improve ADA accessibility throughout the facility and upgrade mechanical, electrical and plumbing systems.

## APPENDIX A: GLOSSARY AND COMMON ABBREVIATIONS

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### GLOSSARY:

**Agency Requested Budget (ARB)** - An agency's requested biennial budget submitted to the Governor by August 30 of every even numbered year.

**Biennium** - A two-year fiscal period. Oregon approves a "biennial budget" every two years. It consists of two annual budgets, one for each fiscal year. The biennium runs from July 1 of an odd-numbered year to June 30 of the next odd-numbered year.

**Budget Note** - A legislatively expressed direction to a state agency or other part of state or local government to undertake certain activities, included in the budget report for a budget bill.

**Budget Report** - The document, prepared by the staff of the Joint Committee of Ways and Means, providing further details on how funds appropriated through a budget bill are to be spent.

**Current Service Level (CSL)** - A budgetary term that refers to any budget proposal which requests future funding for service provision "at the current level." The Current Service Level will reflect changes due to inflation, labor contract changes, caseload changes, and any other changes required to continue to provide the same level of service. Beginning with this biennium, the universities have a separate CSL calculation developed in concert with the Legislative Fiscal Office.

**Debt Service** - Cash that is required for a particular time period to cover the repayment of interest and principal on a debt incurred by an institution. Debt service can be incurred and paid by via institutions, general fund or lottery funds.

**Distribution** - A quarterly disbursement of funds to institutions in concert with the rules set out via the SSCM and other specific legislative direction, operated in concert with OAR 715-013-0005.

**Fiscal Year (FY)** - The 12-month period beginning July 1 and ending June 30, used by the state government for accounting purposes. Fiscal year designation is based on the year in which it ends [e.g., fiscal year 20189 (FY 2019) runs from July 1, 2018 - June 30, 2019.]

**General Fund** - Fund used to account for all assets and liabilities of the state of Oregon except those particularly assigned for other purposes in another more specialized fund. It is the primary funding vehicle for public universities.

**Governor's Recommended Budget (GRB)** - The recommended biennial budget of the Governor, released in December of every even numbered year.

**Higher Education Coordinating Commission (HECC)** - The body established by ORS 350.050 and appointed by the Governor for the purposes of coordinating and promoting higher education, workforce development and other related initiatives.

**Inflation** - Defined as the annual change in the Consumer Price Level (CPI) in the Portland, OR metro region as determined by the Bureau of Labor Statistics.

**Joint Committee on Ways and Means** - The primary budget writing committee of the Oregon Legislature, responsible for passing all budgets and jointly chaired by one member each from the majority party from the Oregon House and the Oregon Senate.

**Legislatively Approved Budget (LAB)** - The budget approved by the Oregon legislature, largely on a biennial basis.

**Lottery Funds** - Funds generated from proceeds from the Oregon State Lottery. Designated for specific purposes as outlined by Article XV, Section 4 of the Oregon Constitution such as Sports Lottery, Outdoor School and capital construction.

**Oregon Health Sciences University (OHSU)** - An independent corporation and institution of higher learning as established by ORS 353.020.

**Oregon University System (OUS)** - The former governing body for Oregon's universities, abolished effective July 1, 2015 and primarily replaced by the HECC and the public universities.

**Public University** - Any institution of higher learning as defined in ORS 352.002, including; the University of Oregon (UO), Oregon State University(OSU), Portland State University (PSU), Oregon Institute of Technology (OIT), Western Oregon University (WOU), Southern Oregon University (SOU), and Eastern Oregon University (EOU). Regional campuses, including Oregon Tech-Wilsonville and Oregon State University-Cascades are considered a component of the parent institution, and not independent institutions.

**Public University State Programs** - Separately funded programs conducted at public universities that further the public service and educational missions of the institution. Provides General Fund support for certain institutes, centers, and programs operated by the public universities that address economic development, natural resource and other issues. Many of these programs have an industry-specific focus, matching state support with funds from private sector and other sources. It also includes any funding for programs designated as "one-time" (only intended to be funded for one biennium) or targeted appropriations which are made to specific programs but are not necessarily limited to one biennium.

**Public University Support Fund (PUSF)** - The primary state funding vehicle for Oregon's public universities. The PUSF represents the state's General Fund contribution to the operation of education, student support, research, and public service programs.

**Statewide Public Service Programs (SWPS)** - Oregon State University's three Statewide Public Service Programs (Extension Service, Agricultural Experiment Station and Forest Research Laboratory) established to improve the lives of Oregonians through discovery, outreach, and learning focused on critical issues of importance to communities throughout the state and the world. New this biennium is the voter-approved Outdoor School program to be administered by the Extension Service.

**Student Success and Completion Model (SSCM)** - The primary vehicle for determining funding allocations to the universities. It is split into three parts:

1. Mission Differentiation (MD) Funding to support the unique regional, research and public service missions and activities of each university. Largely "line item" funding for services, programs or general operations.
2. Activity-Based Funding distributes resources based on student credit hour (SCH) completions of Oregon resident students at undergraduate and graduate levels.
3. Outcomes Based Funding (OBF) rewards degree and certificate completions by Oregon resident students. Completions by underrepresented students (underrepresented minority, low-income, rural and veteran status) and those in academic disciplines classified as high-demand and high-reward fields (STEM, Health, Bilingual Education) are provided additional weighting in the allocation formula.

**Technical and Regional University (TRUs)** - The four technical and regional universities (EOU, OIT, SOU and WOU), as well as OSU-Cascades for some purposes, each of which offer a full slate of undergraduate and some graduate programs but few doctoral programs, and which primarily serve a specific regional area or technical focus of the state of Oregon.

## **COMMON ABBREVIATIONS:**

**ARB** - Agency Requested Budget

**BRS** - Budget Report Summary

**CIP** - Classification of Instructional Programs Codes

**CSL** - Current Service Level

**DS** - Debt Service

**E&G** - Education and General

**EOU** - Eastern Oregon University

**ETIC** - Engineering Technology Industry Council

**ETSF** - Engineering Technoolgy Sustaining Funds

**FF** - Federal Funds

**FTE** - Full-Time Equivalent Student

**FY** - Fiscal Year

**GF** - General Fund

**GRB** - Governor's Recommended Budget

**HECC** - Higher Education Coordinating Commission

**LF** - Lottery Funds

**LAB** - Legislatively Adopted Budget

**MD** - Mission Differentiation

**NCES** - National Center for Education Statistics

**OBF** - Outcomes Based Funding

**OF** - Other Funds

**OIT** - Oregon Institute of Technology

**OSU** - Oregon State University

**OSU CC** - Oregon State University-Cascades

**OUS** - Oregon University System

**OHSU** - Oregon Health and Science University

**PSU** - Portland State University

**PUSF** - Public University Support Fund

**RAM** - Resource Allocation Model

**SCH** - Student Credit Hour

**SELP** - State Energy Loan Program

**SHEEO** - State Higher Education Executive Officers Association

**SOU** - Southern Oregon University

**SSCM** - Student Success and Completion Model

**SWPS** - Statewide Public Service Programs

**TRU** - Technical and Regional University

**UO** - University of Oregon

**WICHE** - Western Interstate Commission for Higher Education

**WOU** - Western Oregon University



## APPENDIX B: LEGISLATIVE BUDGET NOTES

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### **SB 5524-PUBLIC UNIVERSITY SUPPORT FUND**

*The following public universities will limit their resident undergraduate tuition increases in each academic year to the following amounts:*

- Oregon Institute of Technology, 5.0%*
- Portland State University, 5.5%*
- Southern Oregon University, 9.0%*
- University of Oregon, 6.56%*
- Western Oregon University, 6.5%*

*For the second year of the biennium or the 2018-19 academic year, the expectation is that no public university's resident undergraduate tuition growth shall exceed five percent over the tuition rate for 2017-18 academic year.*

## Cell Funding Level - 2013-14 OUS Budget Document

CIP	Description	1_fr_so	2_jr_sr	3_ma	4_phd
01	Agriculture	3	3	3	2
02	Agricultural Sciences (Legacy)	3	3	3	2
03	Natural Resources, Conservation	1	1	1	1
04	Architecture	3	3	2	1
05	Area, Ethnic, Cultural, Gender, Group Studies	1	1	1	1
09	Communication, Journalism	2	2	2	2
10	Communications Technologies	2	2	2	1
11	Computer and Information Science	2	2	3	3
13	Education	2	2	1	2
14	Engineering	3	3	3	3
15	Engineering Technologies	3	3	3	1
16	Foreign Languages, Literatures, Linguistics	1	1	2	1
19	Family and Consumer Sciences	2	2	2	2
22	Legal Professions and Studies	1	1	1	2
23	English Language and Literature	1	1	2	2
24	Liberal Arts and Sciences, Humanities	1	1	1	1
25	Library Science	2	2	1	1
26	Biological and Biomedical Sciences	2	2	3	2
27	Mathematics and Statistics	1	1	3	2
28	Military Science, Leadership, Operational Art	1	1	1	1
29	Military Technologies	1	1	1	1
30	Multi/Interdisciplinary Studies	2	2	2	3
30.01	Multi/Interdisciplinary Studies	2	2	2	3
30.06	Multi/Interdisciplinary Studies	2	2	2	3
30.08	Multi/Interdisciplinary Studies	2	2	2	3
30.18	Multi/Interdisciplinary Studies	2	2	2	3
31	Parks, Rec, Leisure, Fitness Studies	3	3	2	2
32	Basic Skills, Developmental/Remedial Education	1	1	1	1
34	Health Related Knowledge and Skills	2	2	3	2
38	Philosophy and Religious Studies	1	1	1	2
40	Physical Sciences	2	2	3	2
41	Science Technologies	3	3	3	3
42	Psychology	1	1	1	2
43	Homeland Security, Law Enforce, Protective Services	2	2	1	2
44	Public Administration and Social Services	2	2	1	2
45	Social Sciences and History	1	1	1	2
50	Visual and Performing Arts	3	3	2	2
51	Health Professions, Related Programs	3	3	2	1
51.20	Pharmacy	2	2	3	2
51.24	Veterinary Medicine	2	2	3	2
52	Business, Mgmt, Marketing, Related Support Srvcs	2	2	1	3
54	History	1	1	1	2
9999	Unknown	1	1	1	1

## APPENDIX C: OTHER KEY EDUCATION BILLS (2017 Session)

[HB 2147](#) requires that each public institution of higher education in Oregon provide the HECC with an annual report detailing the number of Oregon high school graduates from each school district enrolled at an institution and the graduation rate at that institution for Oregon high school graduates from each school district.

[HB 2399](#) establishes the Condon Collection at University of Oregon Museum of Natural and Cultural History as the official depository for any material of paleontological nature that may come into possession of the State of Oregon.

[HB 2565](#) makes modifications to the priority enrollment system for Veteran students at Oregon public universities and community colleges consistent with the practices of individual institutions

[HB 2729](#) directs the HECC to collaborate with public universities and community colleges to increase the number of open educational resources (OERs - freely accessible teaching, learning and research resources such as textbooks, videos and images) used in post-secondary courses.

[HB 2864](#) requires each community college and public university to establish a process for recommending, and providing oversight for implementation of cultural competency standards for the institution and the institution's employees

[HB 2998](#) requires community colleges and public universities to develop unified statewide transfer agreements based on foundational curricula for each major course of study.

[HB 3170](#) extends collective bargaining rights to certain public university faculty members whose duties have academic rather than administrative focus.

[HB 3288](#) requires public universities to submit biennial reports to the HECC by January 1 of each odd numbered year containing the following information: (1) imposed legislative mandates; (2) the impact of these mandates on costs; (3) causes of increases in administrative positions (non-defined in the bill but most likely to mean non-instructional); and (4) actions taken to control cost drivers, primarily administrative or other non-instructional cost drivers. The HECC will present these reports as part of its biennial budget presentation.

[SB 54](#) is the HECC's "clean-up" bill for the 2017 session. Among other things, it makes the university evaluation process biennial instead of annual and removes the specific date from statute by which universities must submit their unified budget request to the HECC.

[SB 207](#) requires the HECC to convene a workgroup with the public universities to consider whether certain scores on Advanced Placement (AP) exams should receive credit at that institution. Specifically, a university will be required to obtain the HECC's permission not to accept an AP score of 3 in exchange for college credit.

[SB 253](#) requires institutions of higher education to annually provide each applicable student with information detailing the amount of education loans received, the amount of tuition and fees the student paid to the institution, an estimate of total payoff amount of education loans student has received, an estimate of amount student will have to pay each month to service loans and percentage of their borrowing limit student has reached for each type of federal loan.

[SB 274](#) requires each post-secondary educational institution that provides housing for students to provide to each student enrolling or registering at the institution for the first time information on vaccine-preventable diseases known to occur in individuals between 16 and 21 years of age.

## APPENDIX D: SSCM COST WEIGHTING AND DATA

### RAM COST WEIGHTING

SCH cost weighting in the SSCM is retained from the RAM. The RAM used the following matrix to establish relative funding levels between CIP codes and student levels. These cost weights are used in the SSCM to determine the amount of PUSF allocated to each average SCH in a specific CIP/student level combination.

<b>2013-14 Discounted Value (2014 Ram)</b>				
Cell Funding Group	Lower Division Undergraduate	Upper Division Undergraduate	Master's Graduate	PhD Graduate
<b>Level 0</b>	\$ -	\$ -	\$ -	\$ -
<b>Level 1</b>	\$ 1,636	\$ 2,106	\$ 2,374	\$ 4,469
<b>Level 2</b>	\$ 2,054	\$ 2,629	\$ 3,212	\$ 5,354
<b>Level 3</b>	\$ 2,942	\$ 3,987	\$ 4,609	\$ 6,751
<b>Level 4 (Law)</b>	\$ -	\$ -	\$ 5,075	\$ 4,469
<b>Level 5 (Pharmacy)</b>	\$ 4,457	\$ 4,457	\$ 6,523	\$ 13,549
<b>Level 6 (Vet Med)</b>	\$ -	\$ -	\$ 19,069	\$ -

The following table reports the levels of each CIP/student level combination. The highlighted rows are adjusted in the SSCM to reflect Mission Differentiation underpinning funding provided to several specific programs.

## STUDENT CREDIT HOUR COST WEIGHTING

Using the above two tables, an index is created for use in the SSCM, setting the relative cost weight of each CIP/student level combination. Those relative cost weights are summarized in the following table.

Credit Hour Cost Weight Index					
CIP	Description	1_fr_so	2_jr_sr	3_ma	4_phd
01	Agriculture	1.80	2.44	2.82	3.27
02	Agricultural Sciences (Legacy)	1.80	2.44	2.82	3.27
03	Natural Resources, Conservation	1.00	1.29	1.45	2.73
04	Architecture	1.80	2.44	1.96	2.73
05	Area, Ethnic, Cultural, Gender, Group Studies	1.00	1.29	1.45	2.73
09	Communication, Journalism	1.26	1.61	1.96	3.27
10	Communications Technologies	1.26	1.61	1.96	2.73
11	Computer and Information Science	1.26	1.61	2.82	4.13
13	Education	1.26	1.61	1.45	3.27
14	Engineering	1.80	2.44	2.82	4.13
15	Engineering Technologies	1.80	2.44	2.82	2.73
16	Foreign Languages, Literatures, Linguistics	1.00	1.29	1.96	2.73
19	Family and Consumer Sciences	1.26	1.61	1.96	3.27
22	Legal Professions and Studies	1.00	1.29	1.45	3.27
23	English Language and Literature	1.00	1.29	1.96	3.27
24	Liberal Arts and Sciences, Humanities	1.00	1.29	1.45	2.73
25	Library Science	1.26	1.61	1.45	2.73
26	Biological and Biomedical Sciences	1.26	1.61	2.82	3.27
27	Mathematics and Statistics	1.00	1.29	2.82	3.27
28	Military Science, Leadership, Operational Art	1.00	1.29	1.45	2.73
29	Military Technologies	1.00	1.29	1.45	2.73
30	Multi/Interdisciplinary Studies	1.26	1.61	1.96	4.13
30.01	Multi/Interdisciplinary Studies	1.26	1.61	1.96	4.13
30.06	Multi/Interdisciplinary Studies	1.26	1.61	1.96	4.13
30.08	Multi/Interdisciplinary Studies	1.26	1.61	1.96	4.13
30.18	Multi/Interdisciplinary Studies	1.26	1.61	1.96	4.13
31	Parks, Rec, Leisure, Fitness Studies	1.80	2.44	1.96	3.27
32	Basic Skills, Developmental/Remedial Education	1.00	1.29	1.45	2.73
34	Health Related Knowledge and Skills	1.26	1.61	2.82	3.27
38	Philosophy and Religious Studies	1.00	1.29	1.45	3.27
40	Physical Sciences	1.26	1.61	2.82	3.27
41	Science Technologies	1.80	2.44	2.82	4.13
42	Psychology	1.00	1.29	1.45	3.27
43	Homeland Security, Law Enforce, Protective Services	1.26	1.61	1.45	3.27
44	Public Administration and Social Services	1.26	1.61	1.45	3.27
45	Social Sciences and History	1.00	1.29	1.45	3.27
50	Visual and Performing Arts	1.80	2.44	1.96	3.27
51	Health Professions, Related Programs	1.80	2.44	1.96	2.73
51.20	Pharmacy	1.26	1.61	2.82	3.27
51.24	Veterinary Medicine	1.26	1.61	2.82	3.27
52	Business, Mgmt, Marketing, Related Support Srvc	1.26	1.61	1.45	4.13
54	History	1.00	1.29	1.45	3.27
9999	Unknown	1.00	1.29	1.45	2.73

## DEGREE COST WEIGHTING

Degree level cost weights are based on the SCH cost weights outlined above. BA/BS degrees receive a base-line cost weight equal to the average of the lower division and upper division cost weights for a given CIP. Master's degrees, graduate certificates, and first professional degrees are based on the Master's level SCH cost weight of a given CIP code. Finally, PhD degree cost weighting is based on the PhD SCH cost weight of a given CIP. Once these calculations are done, an index of relative value is created and used in SSCM calculations.

The following tables show the relative weight of degree completions, organized by CIP code and degree level. Each table shows the degree level weight, native cost-weighting based on the former funding model (RAM), Area of Study Bonus for high demand/high value degrees, and total cost weight. Each weight in the total represents the value of one degree produced for each of the three years included in SSCM data. For example, one CIP 01 non-transfer Bachelor's degree produced in each of 2016-17, 2016-17, and 2017-18 averages one degree in SSCM calculations. That one degree equivalent earns 3.70 allocation points in the SSCM.

BACHELORS					
CIP	Description	Degree Level Weight	Base Cost Weight	Area of Study Bonus	Total
01	Agriculture	2.00	1.70	0.00	3.70
02	Agricultural Sciences (Legacy)	2.00	1.70	0.00	3.70
03	Natural Resources, Conservation	2.00	0.00	0.00	2.00
04	Architecture	2.00	1.70	0.00	3.70
05	Area, Ethnic, Cultural, Gender, Group Studies	2.00	0.00	0.00	2.00
09	Communication, Journalism	2.00	0.50	0.00	2.50
10	Communications Technologies	2.00	0.50	0.00	2.50
11	Computer and Information Science	2.00	0.50	0.50	3.00
13	Education	2.00	0.50	0.00	2.50
14	Engineering	2.00	1.70	0.74	4.44
15	Engineering Technologies	2.00	1.70	0.74	4.44
16	Foreign Languages, Literatures, Linguistics	2.00	0.00	0.00	2.00
19	Family and Consumer Sciences	2.00	0.50	0.00	2.50
22	Legal Professions and Studies	2.00	0.00	0.00	2.00
23	English Language and Literature	2.00	0.00	0.00	2.00
24	Liberal Arts and Sciences, Humanities	2.00	0.00	0.00	2.00
25	Library Science	2.00	0.50	0.00	2.50
26	Biological and Biomedical Sciences	2.00	0.50	0.50	3.00
27	Mathematics and Statistics	2.00	0.00	0.40	2.40
28	Military Science, Leadership, Operational Art	2.00	0.00	0.00	2.00
29	Military Technologies	2.00	0.00	0.00	2.00
30	Multi/Interdisciplinary Studies	2.00	0.50	0.00	2.50
30.01	Multi/Interdisciplinary Studies	2.00	0.50	0.50	3.00
30.06	Multi/Interdisciplinary Studies	2.00	0.50	0.50	3.00
30.08	Multi/Interdisciplinary Studies	2.00	0.50	0.50	3.00
30.18	Multi/Interdisciplinary Studies	2.00	0.50	0.50	3.00
31	Parks, Rec, Leisure, Fitness Studies	2.00	1.70	0.00	3.70
32	Basic Skills, Developmental/Remedial Education	2.00	0.00	0.00	2.00
34	Health Related Knowledge and Skills	2.00	-2.00	0.00	0.00
38	Philosophy and Religious Studies	2.00	0.00	0.00	2.00
40	Physical Sciences	2.00	0.50	0.50	3.00
41	Science Technologies	2.00	1.70	0.00	3.70
42	Psychology	2.00	0.00	0.00	2.00
43	Homeland Security, Law Enforce, Protective Services	2.00	0.50	0.00	2.50
44	Public Administration and Social Services	2.00	0.50	0.00	2.50
45	Social Sciences and History	2.00	0.00	0.00	2.00
50	Visual and Performing Arts	2.00	1.70	0.00	3.70
51	Health Professions, Related Programs	2.00	1.70	0.74	4.44
51.20	Pharmacy	2.00	0.50	0.00	2.50
51.24	Veterinary Medicine	2.00	0.50	0.00	2.50
52	Business, Mgmt, Marketing, Related Support Srvcs	2.00	0.50	0.00	2.50
54	History	2.00	0.00	0.00	2.00
9999	Unknown	2.00	0.00	0.00	2.00
BLE	Bilingual Education	2.00	0.50	3.00	5.51

MASTERS DEGREES					
CIP	Description	Degree Level Weight	Base Cost Weight	Area of Study Bonus	Total
01	Agriculture	1.00	1.46	0.00	2.46
02	Agricultural Sciences (Legacy)	1.00	1.46	0.00	2.46
03	Natural Resources, Conservation	1.00	0.27	0.00	1.27
04	Architecture	1.00	0.72	0.00	1.72
05	Area, Ethnic, Cultural, Gender, Group Studies	1.00	0.27	0.00	1.27
09	Communication, Journalism	1.00	0.72	0.00	1.72
10	Communications Technologies	1.00	0.72	0.00	1.72
11	Computer and Information Science	1.00	1.46	0.49	2.96
13	Education	1.00	0.27	0.00	1.27
14	Engineering	1.00	1.46	0.49	2.96
15	Engineering Technologies	1.00	1.46	0.49	2.96
16	Foreign Languages, Literatures, Linguistics	1.00	0.72	0.00	1.72
19	Family and Consumer Sciences	1.00	0.72	0.00	1.72
22	Legal Professions and Studies	1.00	0.27	0.00	1.27
23	English Language and Literature	1.00	0.72	0.00	1.72
24	Liberal Arts and Sciences, Humanities	1.00	0.27	0.00	1.27
25	Library Science	1.00	0.27	0.00	1.27
26	Biological and Biomedical Sciences	1.00	1.46	0.49	2.96
27	Mathematics and Statistics	1.00	1.46	0.49	2.96
28	Military Science, Leadership, Operational Art	1.00	0.27	0.00	1.27
29	Military Technologies	1.00	0.27	0.00	1.27
30	Multi/Interdisciplinary Studies	1.00	0.72	0.00	1.72
30.01	Multi/Interdisciplinary Studies	1.00	0.72	0.34	2.06
30.06	Multi/Interdisciplinary Studies	1.00	0.72	0.34	2.06
30.08	Multi/Interdisciplinary Studies	1.00	0.72	0.34	2.06
30.18	Multi/Interdisciplinary Studies	1.00	0.72	0.34	2.06
31	Parks, Rec, Leisure, Fitness Studies	1.00	0.72	0.00	1.72
32	Basic Skills, Developmental/Remedial Education	1.00	0.27	0.00	1.27
34	Health Related Knowledge and Skills	1.00	-1.00	0.00	0.00
38	Philosophy and Religious Studies	1.00	0.27	0.00	1.27
40	Physical Sciences	1.00	1.46	0.49	2.96
41	Science Technologies	1.00	1.46	0.00	2.46
42	Psychology	1.00	0.27	0.00	1.27
43	Homeland Security, Law Enforce, Protective Services	1.00	0.27	0.00	1.27
44	Public Administration and Social Services	1.00	0.27	0.00	1.27
45	Social Sciences and History	1.00	0.27	0.00	1.27
50	Visual and Performing Arts	1.00	0.72	0.00	1.72
51	Health Professions, Related Programs	1.00	0.72	0.34	2.06
51.20	Pharmacy	1.00	1.46	0.00	2.46
51.24	Veterinary Medicine	1.00	1.46	0.00	2.46
52	Business, Mgmt, Marketing, Related Support Svcs	1.00	0.27	0.00	1.27
54	History	1.00	0.27	0.00	1.27
9999	Unknown	1.00	0.27	0.00	1.27
BLE	Bilingual Education	1.00	0.27	1.52	2.79



PhD (RESIDENT AND NON-RESIDENT)					
CIP	Description	Degree Level Weight	Base Cost Weight	Area of Study Bonus	Total
01	Agriculture	1.40	2.61	0.00	4.01
02	Agricultural Sciences (Legacy)	1.40	2.61	0.00	4.01
03	Natural Resources, Conservation	1.40	1.94	0.00	3.34
04	Architecture	1.40	1.94	0.00	3.34
05	Area, Ethnic, Cultural, Gender, Group Studies	1.40	1.94	0.00	3.34
09	Communication, Journalism	1.40	2.61	0.00	4.01
10	Communications Technologies	1.40	1.94	0.00	3.34
11	Computer and Information Science	1.40	3.65	1.01	6.06
13	Education	1.40	2.61	0.00	4.01
14	Engineering	1.40	3.65	1.01	6.06
15	Engineering Technologies	1.40	1.94	0.67	4.01
16	Foreign Languages, Literatures, Linguistics	1.40	1.94	0.00	3.34
19	Family and Consumer Sciences	1.40	2.61	0.00	4.01
22	Legal Professions and Studies	1.40	2.61	0.00	4.01
23	English Language and Literature	1.40	2.61	0.00	4.01
24	Liberal Arts and Sciences, Humanities	1.40	1.94	0.00	3.34
25	Library Science	1.40	1.94	0.00	3.34
26	Biological and Biomedical Sciences	1.40	2.61	0.80	4.81
27	Mathematics and Statistics	1.40	2.61	0.80	4.81
28	Military Science, Leadership, Operational Art	1.40	1.94	0.00	3.34
29	Military Technologies	1.40	1.94	0.00	3.34
30	Multi/Interdisciplinary Studies	1.40	3.65	0.00	5.05
30.01	Multi/Interdisciplinary Studies	1.40	3.65	1.01	6.06
30.06	Multi/Interdisciplinary Studies	1.40	3.65	1.01	6.06
30.08	Multi/Interdisciplinary Studies	1.40	3.65	1.01	6.06
30.18	Multi/Interdisciplinary Studies	1.40	3.65	1.01	6.06
31	Parks, Rec, Leisure, Fitness Studies	1.40	2.61	0.00	4.01
32	Basic Skills, Developmental/Remedial Education	1.40	1.94	0.00	3.34
34	Health Related Knowledge and Skills	1.40	-1.40	0.00	0.00
38	Philosophy and Religious Studies	1.40	2.61	0.00	4.01
40	Physical Sciences	1.40	2.61	0.80	4.81
41	Science Technologies	1.40	3.65	0.00	5.05
42	Psychology	1.40	2.61	0.00	4.01
43	Homeland Security, Law Enforce, Protective Services	1.40	2.61	0.00	4.01
44	Public Administration and Social Services	1.40	2.61	0.00	4.01
45	Social Sciences and History	1.40	2.61	0.00	4.01
50	Visual and Performing Arts	1.40	2.61	0.00	4.01
51	Health Professions, Related Programs	1.40	1.94	0.67	4.01
51.20	Pharmacy	1.40	2.61	0.00	4.01
51.24	Veterinary Medicine	1.40	2.61	0.00	4.01
52	Business, Mgmt, Marketing, Related Support Svcs	1.40	3.65	0.00	5.05
54	History	1.40	2.61	0.00	4.01
9999	Unknown	1.40	1.94	0.00	3.34
BLE	Bilingual Education	1.40	2.61	4.81	8.81

FIRST PROFESSIONAL DEGREE					
CIP	Description	Degree Level Weight	Base Cost Weight	Area of Study Bonus	Total
01	Agriculture	1.00	1.46	0.00	2.46
02	Agricultural Sciences (Legacy)	1.00	1.46	0.00	2.46
03	Natural Resources, Conservation	1.00	0.27	0.00	1.27
04	Architecture	1.00	0.72	0.00	1.72
05	Area, Ethnic, Cultural, Gender, Group Studies	1.00	0.27	0.00	1.27
09	Communication, Journalism	1.00	0.72	0.00	1.72
10	Communications Technologies	1.00	0.72	0.00	1.72
11	Computer and Information Science	1.00	1.46	0.49	2.96
13	Education	1.00	0.27	0.00	1.27
14	Engineering	1.00	1.46	0.49	2.96
15	Engineering Technologies	1.00	1.46	0.49	2.96
16	Foreign Languages, Literatures, Linguistics	1.00	0.72	0.00	1.72
19	Family and Consumer Sciences	1.00	0.72	0.00	1.72
22	Legal Professions and Studies	1.00	0.27	0.00	1.27
23	English Language and Literature	1.00	0.72	0.00	1.72
24	Liberal Arts and Sciences, Humanities	1.00	0.27	0.00	1.27
25	Library Science	1.00	0.27	0.00	1.27
26	Biological and Biomedical Sciences	1.00	1.46	0.49	2.96
27	Mathematics and Statistics	1.00	1.46	0.49	2.96
28	Military Science, Leadership, Operational Art	1.00	0.27	0.00	1.27
29	Military Technologies	1.00	0.27	0.00	1.27
30	Multi/Interdisciplinary Studies	1.00	0.72	0.00	1.72
30.01	Multi/Interdisciplinary Studies	1.00	0.72	0.34	2.06
30.06	Multi/Interdisciplinary Studies	1.00	0.72	0.34	2.06
30.08	Multi/Interdisciplinary Studies	1.00	0.72	0.34	2.06
30.18	Multi/Interdisciplinary Studies	1.00	0.72	0.34	2.06
31	Parks, Rec, Leisure, Fitness Studies	1.00	0.72	0.00	1.72
32	Basic Skills, Developmental/Remedial Education	1.00	0.27	0.00	1.27
34	Health Related Knowledge and Skills	1.00	-1.00	0.00	0.00
38	Philosophy and Religious Studies	1.00	0.27	0.00	1.27
40	Physical Sciences	1.00	1.46	0.49	2.96
41	Science Technologies	1.00	1.46	0.00	2.46
42	Psychology	1.00	0.27	0.00	1.27
43	Homeland Security, Law Enforce, Protective Services	1.00	0.27	0.00	1.27
44	Public Administration and Social Services	1.00	0.27	0.00	1.27
45	Social Sciences and History	1.00	0.27	0.00	1.27
50	Visual and Performing Arts	1.00	0.72	0.00	1.72
51	Health Professions, Related Programs	1.00	0.72	0.34	2.06
51.20	Pharmacy	1.00	1.46	0.00	2.46
51.24	Veterinary Medicine	1.00	1.46	0.00	2.46
52	Business, Mgmt, Marketing, Related Support Svcs	1.00	0.27	0.00	1.27
54	History	1.00	0.27	0.00	1.27
9999	Unknown	1.00	0.27	0.00	1.27
BLE	Bilingual Education	1.00	0.27	1.52	2.79

**OIT SSCM CREDIT HOUR COMPLETION DATA: 3-YR AVERAGE 2015-16, 2016-17, 2017-18**

CIP Code	Description	Resident			Resident & Non-Resident PHD	Total Credit Hour Completion
		Freshman Sophomore	Junior Senior	Masters Grad. Certif. First Profess.		
1	Agriculture	0.00	0.00	0.00	0.00	0.00
2	Agricultural Sciences (Legacy)	0.00	0.00	0.00	0.00	0.00
3	Natural Resources, Conservation	0.00	0.00	0.00	0.00	0.00
4	Architecture	0.00	0.00	0.00	0.00	0.00
5	Area, Ethnic, Cultural, Gender, Group Studies	0.00	0.00	0.00	0.00	0.00
9	Communication, Journalism	1,392.33	2,316.33	1.00	0.00	3,709.67
10	Communications Technologies	0.00	0.00	0.00	0.00	0.00
11	Computer and Information Science	0.00	0.00	0.00	0.00	0.00
13	Education	4.00	13.00	0.00	0.00	17.00
14	Engineering	975.33	8,599.33	328.67	0.00	9,903.33
15	Engineering Technologies	2,959.33	7,336.00	32.33	0.00	10,327.67
16	Foreign Languages, Literatures, Linguistics	78.67	309.33	0.00	0.00	388.00
19	Family and Consumer Sciences	0.00	0.00	0.00	0.00	0.00
22	Legal Professions and Studies	0.00	0.00	0.00	0.00	0.00
23	English Language and Literature	1,903.00	1,965.00	8.00	0.00	3,876.00
24	Liberal Arts and Sciences, Humanities	954.67	1,444.33	1.00	0.00	2,400.00
25	Library Science	0.00	1.67	0.00	0.00	1.67
26	Biological and Biomedical Sciences	2,920.67	2,529.67	0.00	0.00	5,450.33
27	Mathematics and Statistics	4,029.33	4,545.00	17.33	0.00	8,591.67
28	Military Science, Leadership, Operational Art	0.00	0.00	0.00	0.00	0.00
29	Military Technologies	0.00	0.00	0.00	0.00	0.00
30	Multi/Interdisciplinary Studies	0.00	0.00	0.00	0.00	0.00
30.01	Biological and Physical Sciences**	0.00	0.00	0.00	0.00	0.00
30.06	Systems Science and Theory**	0.00	0.00	0.00	0.00	0.00
30.08	Mathematics and Computer Science**	0.00	0.00	0.00	0.00	0.00
30.18	Natural Sciences**	0.00	0.00	0.00	0.00	0.00
31	Parks, Rec, Leisure, Fitness Studies	315.00	379.00	0.33	0.00	694.33
32	Basic Skills, Developmental/Remedial Education	0.00	0.00	0.00	0.00	0.00
34	Health Related Knowledge and Skills	0.00	0.00	0.00	0.00	0.00
38	Philosophy and Religious Studies	0.00	0.00	0.00	0.00	0.00
40	Physical Sciences	2,507.33	3,395.67	1.33	0.00	5,904.33
41	Science Technologies	86.67	252.67	0.00	0.00	339.33
42	Psychology	1,592.33	3,136.33	178.33	0.00	4,907.00
43	Homeland Security, Law Enforce, Protective Services	0.00	0.00	0.00	0.00	0.00
44	Public Administration and Social Services	0.00	0.00	0.00	0.00	0.00
45	Social Sciences and History	1,438.67	2,220.33	4.00	0.00	3,663.00
50	Visual and Performing Arts	409.00	512.00	0.00	0.00	921.00
51	Health Professions, Related Programs	2,569.33	22,166.67	241.33	0.00	24,977.33
51.2	Pharmacy	0.00	0.00	0.00	0.00	0.00
51.24	Veterinary Medicine	0.00	0.00	0.00	0.00	0.00
52	Business, Mgmt, Marketing, Related Support Svcs	1,367.00	8,699.00	1.00	0.00	10,067.00
54	History	0.00	0.00	0.00	0.00	0.00
9999	Unknown	0.00	0.00	0.00	0.00	0.00
<b>Total</b>		<b>25,502.67</b>	<b>69,821.33</b>	<b>814.67</b>	<b>0.00</b>	<b>96,138.67</b>

\*\*Degree data only

**OSU-CORVALLIS SSCM CREDIT HOUR COMPLETION DATA: 3-YR AVERAGE 2015-16, 2016-17, 2017-18**

CIP Code	Description	Resident			Resident & Non-Resident PHD	Total Credit Hour Completion
		Freshman Sophomore	Junior Senior	Masters Grad. Certif. First Profess.		
1	Agriculture	5,468.33	19,734.00	1,351.67	2,154.67	28,708.67
2	Agricultural Sciences (Legacy)	0.00	0.00	0.00	0.00	0.00
3	Natural Resources, Conservation	2,232.00	13,056.00	1,912.00	4,267.00	21,467.00
4	Architecture	0.00	0.00	0.00	0.00	0.00
5	Area, Ethnic, Cultural, Gender, Group Studies	3,211.33	8,327.33	254.33	282.67	12,075.67
9	Communication, Journalism	8,720.67	9,158.00	201.33	21.00	18,101.00
10	Communications Technologies	0.00	0.00	0.00	0.00	0.00
11	Computer and Information Science	5,478.33	20,165.67	497.33	3,817.67	29,959.00
13	Education	1,385.33	5,164.33	3,930.67	3,151.67	13,632.00
14	Engineering	10,322.67	53,986.67	4,392.67	14,237.67	82,939.67
15	Engineering Technologies	0.00	0.00	0.00	0.00	0.00
16	Foreign Languages, Literatures, Linguistics	4,986.00	8,176.67	233.67	89.00	13,485.33
19	Family and Consumer Sciences	6,148.33	17,976.67	492.67	1,019.67	25,637.33
22	Legal Professions and Studies	0.00	0.00	0.00	0.00	0.00
23	English Language and Literature	14,974.00	10,021.67	500.33	54.33	25,550.33
24	Liberal Arts and Sciences, Humanities	1,635.33	513.33	192.33	355.33	2,696.33
25	Library Science	0.00	0.00	0.00	0.00	0.00
26	Biological and Biomedical Sciences	15,208.67	36,781.33	1,064.33	7,387.67	60,442.00
27	Mathematics and Statistics	31,435.00	22,355.33	1,132.00	4,293.33	59,215.67
28	Military Science, Leadership, Operational Art	438.00	984.33	2.33	0.00	1,424.67
29	Military Technologies	0.00	0.00	0.00	0.00	0.00
30	Multi/Interdisciplinary Studies	2,959.33	4,157.00	49.67	11.33	7,177.33
30.01	Biological and Physical Sciences**	0.00	0.00	0.00	0.00	0.00
30.06	Systems Science and Theory**	0.00	0.00	0.00	0.00	0.00
30.08	Mathematics and Computer Science**	0.00	0.00	0.00	0.00	0.00
30.18	Natural Sciences**	0.00	0.00	0.00	0.00	0.00
31	Parks, Rec, Leisure, Fitness Studies	11,610.33	17,466.33	864.00	891.67	30,832.33
32	Basic Skills, Developmental/Remedial Education	0.00	0.00	0.00	0.00	0.00
34	Health Related Knowledge and Skills	0.00	0.00	0.00	0.00	0.00
38	Philosophy and Religious Studies	4,257.00	6,132.33	198.00	21.33	10,608.67
40	Physical Sciences	35,567.33	38,004.67	886.33	9,899.33	84,357.67
41	Science Technologies	0.00	0.00	0.00	0.00	0.00
42	Psychology	6,396.67	12,335.00	179.67	169.00	19,080.33
43	Homeland Security, Law Enforce, Protective Services	0.00	0.00	0.00	0.00	0.00
44	Public Administration and Social Services	25.33	274.67	328.33	654.33	1,282.67
45	Social Sciences and History	22,849.00	36,177.00	1,619.67	2,455.00	63,100.67
50	Visual and Performing Arts	10,736.33	13,927.33	119.00	45.67	24,828.33
51	Health Professions, Related Programs	4,160.00	14,489.00	1,930.33	2,190.67	22,770.00
51.2	Pharmacy	322.67	436.33	14,140.33	1,504.67	16,404.00
51.24	Veterinary Medicine	0.00	0.00	8,486.67	0.67	8,487.33
52	Business, Mgmt, Marketing, Related Support Svcs	12,151.67	45,140.33	2,528.33	389.33	60,209.67
54	History	0.00	0.00	0.00	0.00	0.00
9999	Unknown	0.00	0.00	0.00	0.00	0.00
	<b>Total</b>	<b>222,679.67</b>	<b>414,941.33</b>	<b>47,488.00</b>	<b>59,364.67</b>	<b>744,473.67</b>

\*\*Degree data only

**OSU-CASCADES SSCM CREDIT HOUR COMPLETION DATA: 3-YR AVERAGE 2015-16, 2016-17, 2017-18**

CIP Code	Description	Resident			Resident & Non-Resident PHD	Total Credit Hour Completion
		Freshman Sophomore	Junior Senior	Masters Grad. Certif. First Profess.		
1	Agriculture	22.33	239.67	2.67	0.00	264.67
2	Agricultural Sciences (Legacy)	0.00	0.00	0.00	0.00	0.00
3	Natural Resources, Conservation	99.00	1,016.67	3.67	0.00	1,119.33
4	Architecture	0.00	0.00	0.00	0.00	0.00
5	Area, Ethnic, Cultural, Gender, Group Studies	31.67	148.17	0.00	0.00	179.83
9	Communication, Journalism	174.67	460.00	0.00	0.00	634.67
10	Communications Technologies	0.00	0.00	0.00	0.00	0.00
11	Computer and Information Science	167.00	833.67	0.00	0.00	1,000.67
13	Education	21.33	0.33	5,184.00	0.00	5,205.67
14	Engineering	52.00	1,488.33	0.00	0.00	1,540.33
15	Engineering Technologies	0.00	0.00	0.00	0.00	0.00
16	Foreign Languages, Literatures, Linguistics	40.00	76.00	2.33	0.00	118.33
19	Family and Consumer Sciences	267.67	2,681.00	2.33	0.00	2,951.00
22	Legal Professions and Studies	0.00	0.00	0.00	0.00	0.00
23	English Language and Literature	282.00	480.00	491.33	0.00	1,253.33
24	Liberal Arts and Sciences, Humanities	43.00	4.33	0.00	0.00	47.33
25	Library Science	0.00	0.00	0.00	0.00	0.00
26	Biological and Biomedical Sciences	311.67	1,394.33	24.00	0.00	1,730.00
27	Mathematics and Statistics	285.33	593.67	4.00	0.00	883.00
28	Military Science, Leadership, Operational Art	1.00	17.00	0.00	0.00	18.00
29	Military Technologies	0.00	0.00	0.00	0.00	0.00
30	Multi/Interdisciplinary Studies	79.33	502.67	2.67	0.00	584.67
30.01	Biological and Physical Sciences**	0.00	0.00	0.00	0.00	0.00
30.06	Systems Science and Theory**	0.00	0.00	0.00	0.00	0.00
30.08	Mathematics and Computer Science**	0.00	0.00	0.00	0.00	0.00
30.18	Natural Sciences**	0.00	0.00	0.00	0.00	0.00
31	Parks, Rec, Leisure, Fitness Studies	285.67	1,923.67	1.00	0.00	2,210.33
32	Basic Skills, Developmental/Remedial Education	0.00	0.00	0.00	0.00	0.00
34	Health Related Knowledge and Skills	0.00	0.00	0.00	0.00	0.00
38	Philosophy and Religious Studies	0.00	0.00	0.00	0.00	0.00
40	Physical Sciences	367.33	985.33	27.00	0.00	1,379.67
41	Science Technologies	0.00	0.00	0.00	0.00	0.00
42	Psychology	111.00	690.67	9.33	0.00	811.00
43	Homeland Security, Law Enforce, Protective Services	0.00	0.00	0.00	0.00	0.00
44	Public Administration and Social Services	0.00	0.00	0.00	0.00	0.00
45	Social Sciences and History	384.67	761.00	1.33	0.00	1,147.00
50	Visual and Performing Arts	105.33	438.00	1.67	0.00	545.00
51	Health Professions, Related Programs	49.33	62.67	0.00	0.00	112.00
51.2	Pharmacy	0.00	0.00	0.00	0.00	0.00
51.24	Veterinary Medicine	0.00	0.00	0.00	0.00	0.00
52	Business, Mgmt, Marketing, Related Support Svcs	267.00	3,280.33	4.00	0.00	3,551.33
54	History	0.00	0.00	0.00	0.00	0.00
9999	Unknown	0.00	0.00	0.00	0.00	0.00
<b>Total</b>		<b>3,448.33</b>	<b>18,077.50</b>	<b>5,761.33</b>	<b>0.00</b>	<b>27,287.17</b>

\*\*Degree data only

**OSU-TOTAL SSCM CREDIT HOUR COMPLETION DATA: 3-YR AVERAGE 2015-16, 2016-17, 2017-18**

CIP Code	Description	Resident			Resident & Non-Resident PHD	Total Credit Hour Completion
		Freshman Sophomore	Junior Senior	Masters Grad. Certif. First Profess.		
1	Agriculture	5,490.67	19,973.67	1,354.33	2,154.67	28,973.33
2	Agricultural Sciences (Legacy)	0.00	0.00	0.00	0.00	0.00
3	Natural Resources, Conservation	2,331.00	14,072.67	1,915.67	4,267.00	22,586.33
4	Architecture	0.00	0.00	0.00	0.00	0.00
5	Area, Ethnic, Cultural, Gender, Group Studies	3,243.00	8,475.50	254.33	282.67	12,255.50
9	Communication, Journalism	8,895.33	9,618.00	201.33	21.00	18,735.67
10	Communications Technologies	0.00	0.00	0.00	0.00	0.00
11	Computer and Information Science	5,645.33	20,999.33	497.33	3,817.67	30,959.67
13	Education	1,406.67	5,164.67	9,114.67	3,151.67	18,837.67
14	Engineering	10,374.67	55,475.00	4,392.67	14,237.67	84,480.00
15	Engineering Technologies	0.00	0.00	0.00	0.00	0.00
16	Foreign Languages, Literatures, Linguistics	5,026.00	8,252.67	236.00	89.00	13,603.67
19	Family and Consumer Sciences	6,416.00	20,657.67	495.00	1,019.67	28,588.33
22	Legal Professions and Studies	0.00	0.00	0.00	0.00	0.00
23	English Language and Literature	15,256.00	10,501.67	991.67	54.33	26,803.67
24	Liberal Arts and Sciences, Humanities	1,678.33	517.67	192.33	355.33	2,743.67
25	Library Science	0.00	0.00	0.00	0.00	0.00
26	Biological and Biomedical Sciences	15,520.33	38,175.67	1,088.33	7,387.67	62,172.00
27	Mathematics and Statistics	31,720.33	22,949.00	1,136.00	4,293.33	60,098.67
28	Military Science, Leadership, Operational Art	439.00	1,001.33	2.33	0.00	1,442.67
29	Military Technologies	0.00	0.00	0.00	0.00	0.00
30	Multi/Interdisciplinary Studies	3,038.67	4,659.67	52.33	11.33	7,762.00
30.01	Biological and Physical Sciences**	0.00	0.00	0.00	0.00	0.00
30.06	Systems Science and Theory**	0.00	0.00	0.00	0.00	0.00
30.08	Mathematics and Computer Science**	0.00	0.00	0.00	0.00	0.00
30.18	Natural Sciences**	0.00	0.00	0.00	0.00	0.00
31	Parks, Rec, Leisure, Fitness Studies	11,896.00	19,390.00	865.00	891.67	33,042.67
32	Basic Skills, Developmental/Remedial Education	0.00	0.00	0.00	0.00	0.00
34	Health Related Knowledge and Skills	0.00	0.00	0.00	0.00	0.00
38	Philosophy and Religious Studies	4,257.00	6,132.33	198.00	21.33	10,608.67
40	Physical Sciences	35,934.67	38,990.00	913.33	9,899.33	85,737.33
41	Science Technologies	0.00	0.00	0.00	0.00	0.00
42	Psychology	6,507.67	13,025.67	189.00	169.00	19,891.33
43	Homeland Security, Law Enforce, Protective Services	0.00	0.00	0.00	0.00	0.00
44	Public Administration and Social Services	25.33	274.67	328.33	654.33	1,282.67
45	Social Sciences and History	23,233.67	36,938.00	1,621.00	2,455.00	64,247.67
50	Visual and Performing Arts	10,841.67	14,365.33	120.67	45.67	25,373.33
51	Health Professions, Related Programs	4,209.33	14,551.67	1,930.33	2,190.67	22,882.00
51.2	Pharmacy	322.67	436.33	14,140.33	1,504.67	16,404.00
51.24	Veterinary Medicine	0.00	0.00	8,486.67	0.67	8,487.33
52	Business, Mgmt, Marketing, Related Support Svcs	12,418.67	48,420.67	2,532.33	389.33	63,761.00
54	History	0.00	0.00	0.00	0.00	0.00
9999	Unknown	0.00	0.00	0.00	0.00	0.00
	<b>Total</b>	<b>226,128.00</b>	<b>433,018.83</b>	<b>53,249.33</b>	<b>59,364.67</b>	<b>771,760.83</b>

\*\*Degree data only

PSU SSCM CREDIT HOUR COMPLETION DATA: 3-YR AVERAGE 2015-16, 2016-17, 2017-18						
CIP Code	Description	Resident			Resident & Non-Resident PHD	Total Credit Hour Completion
		Freshman Sophomore	Junior Senior	Masters Grad. Certif. First Profess.		
01	Agriculture	0.00	0.00	0.00	0.00	0.00
02	Agricultural Sciences (Legacy)	0.00	0.00	0.00	0.00	0.00
03	Natural Resources, Conservation	535.33	3,635.33	630.67	524.33	5,325.67
04	Architecture	1,463.33	2,718.67	1,527.67	0.00	5,709.67
05	Area, Ethnic, Cultural, Gender, Group Studies	2,081.00	8,702.33	280.67	45.67	11,109.67
09	Communication, Journalism	2,241.67	9,940.33	354.33	2.67	12,539.00
10	Communications Technologies	0.00	0.00	0.00	0.00	0.00
11	Computer and Information Science	2,450.67	11,582.00	1,931.67	833.33	16,797.67
13	Education	3,843.33	4,877.33	38,187.33	1,195.33	48,103.33
14	Engineering	1,913.67	19,088.00	3,369.00	1,648.33	26,019.00
15	Engineering Technologies	28.00	246.67	1,003.67	724.67	2,003.00
16	Foreign Languages, Literatures, Linguistics	12,220.33	18,487.00	2,386.00	33.00	33,126.33
19	Family and Consumer Sciences	556.67	6,800.67	25.33	0.00	7,382.67
22	Legal Professions and Studies	0.00	0.00	0.00	0.00	0.00
23	English Language and Literature	4,483.00	15,509.67	2,204.67	10.67	22,208.00
24	Liberal Arts and Sciences, Humanities	112.67	427.33	646.00	0.00	1,186.00
25	Library Science	0.00	0.00	0.00	0.00	0.00
26	Biological and Biomedical Sciences	4,748.33	17,242.33	1,531.00	611.67	24,133.33
27	Mathematics and Statistics	9,878.67	17,644.33	2,795.67	733.00	31,051.67
28	Military Science, Leadership, Operational Art	32.00	132.67	5.00	0.00	169.67
29	Military Technologies	0.00	0.00	0.00	0.00	0.00
30	Multi/Interdisciplinary Studies	32,903.67	31,259.67	1,883.00	291.67	66,338.00
30.01	Biological and Physical Sciences**	0.00	0.00	0.00	0.00	0.00
30.06	Systems Science and Theory**	0.00	0.00	0.00	0.00	0.00
30.08	Mathematics and Computer Science**	0.00	0.00	0.00	0.00	0.00
30.18	Natural Sciences**	0.00	0.00	0.00	0.00	0.00
31	Parks, Rec, Leisure, Fitness Studies	0.00	0.00	0.00	0.00	0.00
32	Basic Skills, Developmental/Remedial Education	0.00	0.00	0.00	0.00	0.00
34	Health Related Knowledge and Skills	0.00	0.00	0.00	0.00	0.00
38	Philosophy and Religious Studies	2,490.67	11,545.33	93.67	2.67	14,132.33
40	Physical Sciences	10,231.67	25,763.33	1,360.00	1,811.33	39,166.33
41	Science Technologies	0.00	0.00	0.00	0.00	0.00
42	Psychology	5,939.33	19,829.00	421.67	1,251.67	27,441.67
43	Homeland Security, Law Enforce, Protective Services	2,884.00	13,194.67	395.33	16.00	16,490.00
44	Public Administration and Social Services	568.00	6,037.67	17,455.67	1,388.67	25,450.00
45	Social Sciences and History	16,283.33	52,394.33	5,425.33	1,684.67	75,787.67
50	Visual and Performing Arts	11,304.00	33,801.00	1,246.67	3.67	46,355.33
51	Health Professions, Related Programs	3,589.33	24,696.00	4,702.00	432.00	33,419.33
51.20	Pharmacy	0.00	0.00	0.00	0.00	0.00
51.24	Veterinary Medicine	0.00	0.00	0.00	0.00	0.00
52	Business, Mgmt, Marketing, Related Support Svcs	7,082.00	63,968.00	6,971.67	12.67	78,034.33
54	History	0.00	0.00	0.00	0.00	0.00
9999	Unknown	0.00	0.00	0.00	0.00	0.00
	<b>Total</b>	<b>139,864.67</b>	<b>419,523.67</b>	<b>96,833.67</b>	<b>13,257.67</b>	<b>669,479.67</b>

\*\*Degree data only

**SOU SSCM CREDIT HOUR COMPLETION DATA: 3-YR AVERAGE 2015-16, 2016-17, 2017-18**

CIP Code	Description	Resident			Resident & Non-Resident PHD	Total Credit Hour Completion
		Freshman Sophomore	Junior Senior	Masters Grad. Certif. First Profess.		
1	Agriculture	6.67	39.33	0.00	0.00	46.00
2	Agricultural Sciences (Legacy)	0.00	0.00	0.00	0.00	0.00
3	Natural Resources, Conservation	237.67	417.33	2.67	0.00	657.67
4	Architecture	0.00	0.00	0.00	0.00	0.00
5	Area, Ethnic, Cultural, Gender, Group Studies	275.67	468.00	25.67	0.00	769.33
9	Communication, Journalism	2,140.67	4,475.00	47.00	0.00	6,662.67
10	Communications Technologies	0.00	0.00	0.00	0.00	0.00
11	Computer and Information Science	386.00	2,094.67	54.33	0.00	2,535.00
13	Education	542.67	5,308.00	6,851.33	0.00	12,702.00
14	Engineering	0.00	28.00	0.00	0.00	28.00
15	Engineering Technologies	0.00	0.00	0.00	0.00	0.00
16	Foreign Languages, Literatures, Linguistics	2,697.00	1,976.67	109.00	0.00	4,782.67
19	Family and Consumer Sciences	0.00	0.00	0.00	0.00	0.00
22	Legal Professions and Studies	0.00	0.00	0.00	0.00	0.00
23	English Language and Literature	1,107.00	1,970.67	312.33	0.00	3,390.00
24	Liberal Arts and Sciences, Humanities	620.33	417.33	96.67	0.00	1,134.33
25	Library Science	0.00	0.00	0.00	0.00	0.00
26	Biological and Biomedical Sciences	2,564.33	2,739.67	141.33	0.00	5,445.33
27	Mathematics and Statistics	2,770.00	2,458.00	129.00	0.00	5,357.00
28	Military Science, Leadership, Operational Art	90.67	120.00	0.00	0.00	210.67
29	Military Technologies	0.00	0.00	0.00	0.00	0.00
30	Multi/Interdisciplinary Studies	4,506.33	1,671.33	224.00	0.00	6,401.67
30.01	Biological and Physical Sciences**	0.00	0.00	0.00	0.00	0.00
30.06	Systems Science and Theory**	0.00	0.00	0.00	0.00	0.00
30.08	Mathematics and Computer Science**	0.00	0.00	0.00	0.00	0.00
30.18	Natural Sciences**	0.00	0.00	0.00	0.00	0.00
31	Parks, Rec, Leisure, Fitness Studies	1,917.00	3,934.33	143.00	0.00	5,994.33
32	Basic Skills, Developmental/Remedial Education	0.00	0.00	33.00	0.00	33.00
34	Health Related Knowledge and Skills	0.00	0.00	0.00	0.00	0.00
38	Philosophy and Religious Studies	814.67	945.67	70.67	0.00	1,831.00
40	Physical Sciences	1,454.00	2,791.00	24.00	0.00	4,269.00
41	Science Technologies	50.67	305.33	0.00	0.00	356.00
42	Psychology	1,962.67	6,120.67	59.00	0.00	8,142.33
43	Homeland Security, Law Enforce, Protective Services	1,470.33	3,219.67	8.33	0.00	4,698.33
44	Public Administration and Social Services	17.00	318.33	1.33	0.00	336.67
45	Social Sciences and History	2,945.00	4,840.67	365.33	0.00	8,151.00
50	Visual and Performing Arts	3,829.67	5,231.00	326.00	0.00	9,386.67
51	Health Professions, Related Programs	18.67	317.33	1,142.67	0.00	1,478.67
51.2	Pharmacy	0.00	0.00	0.00	0.00	0.00
51.24	Veterinary Medicine	0.00	0.00	0.00	0.00	0.00
52	Business, Mgmt, Marketing, Related Support Svcs	2,008.00	10,211.67	1,005.67	0.00	13,225.33
54	History	0.00	0.00	0.00	0.00	0.00
9999	Unknown	0.00	0.00	0.00	0.00	0.00
	<b>Total</b>	<b>34,432.67</b>	<b>62,419.67</b>	<b>11,172.33</b>	<b>0.00</b>	<b>108,024.67</b>

\*\*Degree data only



**UO SSCM CREDIT HOUR COMPLETION DATA: 3-YR AVERAGE 2015-16, 2016-17, 2017-18**

CIP Code	Description	Resident			Resident & Non-Resident PHD	Total Credit Hour Completion
		Freshman Sophomore	Junior Senior	Masters Grad. Certif. First Profess.		
1	Agriculture	0.00	0.00	0.00	0.00	0.00
2	Agricultural Sciences (Legacy)	0.00	0.00	0.00	0.00	0.00
3	Natural Resources, Conservation	1,944.00	2,602.33	79.67	292.33	4,918.33
4	Architecture	1,942.33	6,301.00	2,420.00	368.67	11,032.00
5	Area, Ethnic, Cultural, Gender, Group Studies	5,006.33	10,924.33	248.67	194.67	16,374.00
9	Communication, Journalism	7,631.00	19,567.00	1,292.67	1,143.33	29,634.00
10	Communications Technologies	0.00	0.00	0.00	0.00	0.00
11	Computer and Information Science	2,975.67	6,460.33	304.33	1,251.00	10,991.33
13	Education	4,141.33	8,089.00	8,845.67	4,325.00	25,401.00
14	Engineering	0.00	0.00	40.00	9.33	49.33
15	Engineering Technologies	0.00	0.00	0.00	0.00	0.00
16	Foreign Languages, Literatures, Linguistics	19,735.33	23,641.00	1,265.00	3,415.67	48,057.00
19	Family and Consumer Sciences	0.00	0.00	47.33	72.00	119.33
22	Legal Professions and Studies	1,131.00	841.00	4,818.67	4.00	6,794.67
23	English Language and Literature	14,238.67	8,859.00	354.67	2,226.33	25,678.67
24	Liberal Arts and Sciences, Humanities	740.67	541.33	9.33	0.00	1,291.33
25	Library Science	16.00	0.00	3.33	2.67	22.00
26	Biological and Biomedical Sciences	4,395.33	16,364.33	724.00	3,664.00	25,147.67
27	Mathematics and Statistics	15,970.33	11,363.00	96.00	2,355.33	29,784.67
28	Military Science, Leadership, Operational Art	528.67	502.00	11.00	0.00	1,041.67
29	Military Technologies	0.00	0.00	0.00	0.00	0.00
30	Multi/Interdisciplinary Studies	5,405.00	7,011.33	1,136.33	121.67	13,674.33
30.01	Biological and Physical Sciences**	0.00	0.00	0.00	0.00	0.00
30.06	Systems Science and Theory**	0.00	0.00	0.00	0.00	0.00
30.08	Mathematics and Computer Science**	0.00	0.00	0.00	0.00	0.00
30.18	Natural Sciences**	0.00	0.00	0.00	0.00	0.00
31	Parks, Rec, Leisure, Fitness Studies	157.33	1,703.33	5.00	13.33	1,879.00
32	Basic Skills, Developmental/Remedial Education	13.33	0.00	5.67	51.00	70.00
34	Health Related Knowledge and Skills	0.00	0.00	0.00	0.00	0.00
38	Philosophy and Religious Studies	5,162.33	5,142.33	94.67	957.33	11,356.67
40	Physical Sciences	14,638.00	19,025.00	1,351.33	9,514.33	44,528.67
41	Science Technologies	0.00	0.00	0.00	0.00	0.00
42	Psychology	6,656.00	14,912.67	540.67	5,937.67	28,047.00
43	Homeland Security, Law Enforce, Protective Services	0.00	0.00	0.00	0.00	0.00
44	Public Administration and Social Services	3,259.00	11,258.33	1,752.67	97.33	16,367.33
45	Social Sciences and History	29,921.00	50,356.00	755.00	7,546.33	88,578.33
50	Visual and Performing Arts	15,763.67	25,561.33	1,634.00	1,708.67	44,667.67
51	Health Professions, Related Programs	517.33	3,943.67	2,351.67	172.00	6,984.67
51.2	Pharmacy	0.00	0.00	0.00	0.00	0.00
51.24	Veterinary Medicine	0.00	0.00	0.00	0.00	0.00
52	Business, Mgmt, Marketing, Related Support Svcs	9,487.67	29,205.33	5,767.67	839.67	45,300.33
54	History	0.00	0.00	0.00	0.00	0.00
9999	Unknown	0.00	0.00	0.00	0.00	0.00
	<b>Total</b>	<b>171,377.33</b>	<b>284,175.00</b>	<b>35,955.00</b>	<b>46,283.67</b>	<b>537,791.00</b>

\*\*Degree data only

**WOU SSCM CREDIT HOUR COMPLETION DATA: 3-YR AVERAGE 2015-16, 2016-17, 2017-18**

CIP Code	Description	Resident			Resident & Non-Resident PHD	Total Credit Hour Completion
		Freshman Sophomore	Junior Senior	Masters Grad. Certif. First Profess.		
01	Agriculture	0.00	0.00	0.00	0.00	0.00
02	Agricultural Sciences (Legacy)	0.00	0.00	0.00	0.00	0.00
03	Natural Resources, Conservation	0.00	0.00	0.00	0.00	0.00
04	Architecture	0.00	0.00	0.00	0.00	0.00
05	Area, Ethnic, Cultural, Gender, Group Studies	0.00	0.00	0.00	0.00	0.00
09	Communication, Journalism	2,112.00	3,172.33	0.00	0.00	5,284.33
10	Communications Technologies	0.00	0.00	0.00	0.00	0.00
11	Computer and Information Science	1,089.67	3,963.00	130.67	0.00	5,183.33
13	Education	1,755.33	8,408.67	10,393.00	0.00	20,557.00
14	Engineering	0.00	0.00	0.00	0.00	0.00
15	Engineering Technologies	0.00	12.00	0.00	0.00	12.00
16	Foreign Languages, Literatures, Linguistics	3,045.00	5,082.67	146.67	0.00	8,274.33
19	Family and Consumer Sciences	0.00	0.00	0.00	0.00	0.00
22	Legal Professions and Studies	0.00	0.00	0.00	0.00	0.00
23	English Language and Literature	6,761.33	3,437.33	9.00	0.00	10,207.67
24	Liberal Arts and Sciences, Humanities	14.67	76.33	0.67	0.00	91.67
25	Library Science	0.00	1.33	142.00	0.00	143.33
26	Biological and Biomedical Sciences	4,706.33	4,095.33	18.00	0.00	8,819.67
27	Mathematics and Statistics	4,609.33	3,501.33	333.67	0.00	8,444.33
28	Military Science, Leadership, Operational Art	80.33	71.00	0.67	0.00	152.00
29	Military Technologies	0.00	0.00	0.00	0.00	0.00
30	Multi/Interdisciplinary Studies	1,276.67	785.00	3.00	0.00	2,064.67
30.01	Biological and Physical Sciences**	0.00	0.00	0.00	0.00	0.00
30.06	Systems Science and Theory**	0.00	0.00	0.00	0.00	0.00
30.08	Mathematics and Computer Science**	0.00	0.00	0.00	0.00	0.00
30.18	Natural Sciences**	0.00	0.00	0.00	0.00	0.00
31	Parks, Rec, Leisure, Fitness Studies	3,089.33	4,717.00	15.33	0.00	7,821.67
32	Basic Skills, Developmental/Remedial Education	0.00	0.00	0.00	0.00	0.00
34	Health Related Knowledge and Skills	0.00	0.00	0.00	0.00	0.00
38	Philosophy and Religious Studies	1,689.33	877.67	3.00	0.00	2,570.00
40	Physical Sciences	3,841.33	3,551.33	21.00	0.00	7,413.67
41	Science Technologies	0.00	0.00	0.00	0.00	0.00
42	Psychology	3,545.67	8,548.00	92.33	0.00	12,186.00
43	Homeland Security, Law Enforce, Protective Services	1,797.33	5,900.33	367.67	0.00	8,065.33
44	Public Administration and Social Services	0.00	0.00	0.00	0.00	0.00
45	Social Sciences and History	5,945.33	10,417.00	13.33	0.00	16,375.67
50	Visual and Performing Arts	5,702.67	6,718.33	175.67	0.00	12,596.67
51	Health Professions, Related Programs	1,823.00	5,734.00	861.67	0.00	8,418.67
51.20	Pharmacy	0.00	0.00	0.00	0.00	0.00
51.24	Veterinary Medicine	0.00	0.00	0.00	0.00	0.00
52	Business, Mgmt, Marketing, Related Support Svcs	1,714.33	7,564.67	72.33	0.00	9,351.33
54	History	0.00	0.00	0.00	0.00	0.00
9999	Unknown	0.00	0.00	0.00	0.00	0.00
	<b>Total</b>	<b>54,599.00</b>	<b>86,634.67</b>	<b>12,799.67</b>	<b>0.00</b>	<b>154,033.33</b>

\*\*Degree data only

EOU SSCM DEGREE COMPLETION DATA: 3-YR AVERAGE 2015-16, 2016-17, 2017-18								
CIP Code	Description	Resident Degree Completions						Non-Resident
		Non-Transfer BA/BS	Transfer BA/BS	Masters	Doctoral	First Profess.	Graduate Certificates	Doctoral
01	Agriculture	0.00	0.00	0.00	0.00	0.00	0.00	0.00
02	Agricultural Sciences (Legacy)	0.00	0.00	0.00	0.00	0.00	0.00	0.00
03	Natural Resources, Conservation	0.00	0.00	0.00	0.00	0.00	0.00	0.00
04	Architecture	0.00	0.00	0.00	0.00	0.00	0.00	0.00
05	Area, Ethnic, Cultural, Gender, Group Studies	0.00	0.00	0.00	0.00	0.00	0.00	0.00
09	Communication, Journalism	5.33	2.67	0.00	0.00	0.00	0.00	0.00
10	Communications Technologies	0.00	0.00	0.00	0.00	0.00	0.00	0.00
11	Computer and Information Science	3.00	0.67	0.00	0.00	0.00	0.00	0.00
13	Education	20.67	28.33	60.00	0.00	0.00	63.33	0.00
14	Engineering	0.00	0.00	0.00	0.00	0.00	0.00	0.00
15	Engineering Technologies	0.00	0.00	0.00	0.00	0.00	0.00	0.00
16	Foreign Languages, Literatures, Linguistics	0.00	0.00	0.00	0.00	0.00	0.00	0.00
19	Family and Consumer Sciences	0.00	0.00	0.00	0.00	0.00	0.00	0.00
22	Legal Professions and Studies	0.00	0.00	0.00	0.00	0.00	0.00	0.00
23	English Language and Literature	8.33	5.67	4.67	0.00	0.00	0.00	0.00
24	Liberal Arts and Sciences, Humanities	25.00	41.33	0.00	0.00	0.00	0.00	0.00
25	Library Science	0.00	0.00	0.00	0.00	0.00	0.00	0.00
26	Biological and Biomedical Sciences	10.33	2.33	0.00	0.00	0.00	0.00	0.00
27	Mathematics and Statistics	2.00	1.33	0.00	0.00	0.00	0.00	0.00
28	Military Science, Leadership, Operational Art	0.00	0.00	0.00	0.00	0.00	0.00	0.00
29	Military Technologies	0.00	0.00	0.00	0.00	0.00	0.00	0.00
30	Multi/Interdisciplinary Studies	4.67	6.67	0.00	0.00	0.00	0.00	0.00
30.01	Biological and Physical Sciences	0.00	0.00	0.00	0.00	0.00	0.00	0.00
30.06	Systems Science and Theory	0.00	0.00	0.00	0.00	0.00	0.00	0.00
30.08	Mathematics and Computer Science	0.00	0.00	0.00	0.00	0.00	0.00	0.00
30.18	Natural Sciences	0.00	0.00	0.00	0.00	0.00	0.00	0.00
31	Parks, Rec, Leisure, Fitness Studies	14.33	7.67	0.00	0.00	0.00	0.00	0.00
32	Basic Skills, Developmental/Remedial Education	0.00	0.00	0.00	0.00	0.00	0.00	0.00
34	Health Related Knowledge and Skills	0.00	0.00	0.00	0.00	0.00	0.00	0.00
38	Philosophy and Religious Studies	1.67	0.67	0.00	0.00	0.00	0.00	0.00
40	Physical Sciences	2.00	1.00	0.00	0.00	0.00	0.00	0.00
41	Science Technologies	0.00	0.00	0.00	0.00	0.00	0.00	0.00
42	Psychology	10.67	8.33	0.00	0.00	0.00	0.00	0.00
43	Homeland Security, Law Enforce, Protective Services	3.67	10.33	0.00	0.00	0.00	0.00	0.00
44	Public Administration and Social Services	0.33	0.67	0.00	0.00	0.00	0.00	0.00
45	Social Sciences and History	17.00	9.33	0.00	0.00	0.00	0.00	0.00
50	Visual and Performing Arts	11.00	3.00	0.00	0.00	0.00	0.00	0.00
51	Health Professions, Related Programs	0.00	1.00	0.00	0.00	0.00	0.00	0.00
51.20	Pharmacy	0.00	0.00	0.00	0.00	0.00	0.00	0.00
51.24	Veterinary Medicine	0.00	0.00	0.00	0.00	0.00	0.00	0.00
52	Business, Mgmt, Marketing, Related Support Svcs	53.33	104.00	30.00	0.00	0.00	0.00	0.00
54	History	8.33	3.00	0.00	0.00	0.00	0.00	0.00
9999	Unknown	0.00	0.00	0.00	0.00	0.00	0.00	0.00
BLE	Bilingual Education	0.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>Total</b>		<b>201.67</b>	<b>238.00</b>	<b>94.67</b>	<b>0.00</b>	<b>0.00</b>	<b>63.33</b>	<b>0.00</b>

OIT SSCM DEGREE COMPLETION DATA: 3-YR AVERAGE 2015-16, 2016-17, 2017-18								
CIP Code Description		Resident Degree Completions						Non-Resident
		Non-Transfer BA/BS	Transfer BA/BS	Masters	Doctoral	First Profess.	Graduate Certificates	Doctoral
01	Agriculture	0.00	0.00	0.00	0.00	0.00	0.00	0.00
02	Agricultural Sciences (Legacy)	0.00	0.00	0.00	0.00	0.00	0.00	0.00
03	Natural Resources, Conservation	5.00	1.33	0.00	0.00	0.00	0.00	0.00
04	Architecture	0.00	0.00	0.00	0.00	0.00	0.00	0.00
05	Area, Ethnic, Cultural, Gender, Group Studies	0.00	0.00	0.00	0.00	0.00	0.00	0.00
09	Communication, Journalism	3.67	2.00	0.00	0.00	0.00	0.00	0.00
10	Communications Technologies	0.00	0.00	0.00	0.00	0.00	0.00	0.00
11	Computer and Information Science	6.33	10.67	0.00	0.00	0.00	0.00	0.00
13	Education	0.00	0.00	0.00	0.00	0.00	0.00	0.00
14	Engineering	54.00	32.00	6.00	0.00	0.00	0.00	0.00
15	Engineering Technologies	50.00	38.33	0.67	0.00	0.00	0.00	0.00
16	Foreign Languages, Literatures, Linguistics	0.00	0.00	0.00	0.00	0.00	0.00	0.00
19	Family and Consumer Sciences	0.00	0.00	0.00	0.00	0.00	0.00	0.00
22	Legal Professions and Studies	0.00	0.00	0.00	0.00	0.00	0.00	0.00
23	English Language and Literature	0.00	0.00	0.00	0.00	0.00	0.00	0.00
24	Liberal Arts and Sciences, Humanities	0.00	0.00	0.00	0.00	0.00	0.00	0.00
25	Library Science	0.00	0.00	0.00	0.00	0.00	0.00	0.00
26	Biological and Biomedical Sciences	13.67	4.67	0.00	0.00	0.00	0.00	0.00
27	Mathematics and Statistics	4.33	1.00	0.00	0.00	0.00	0.00	0.00
28	Military Science, Leadership, Operational Art	0.00	0.00	0.00	0.00	0.00	0.00	0.00
29	Military Technologies	0.00	0.00	0.00	0.00	0.00	0.00	0.00
30	Multi/Interdisciplinary Studies	0.00	0.00	0.00	0.00	0.00	0.00	0.00
30.01	Biological and Physical Sciences	0.00	0.00	0.00	0.00	0.00	0.00	0.00
30.06	Systems Science and Theory	0.00	0.00	0.00	0.00	0.00	0.00	0.00
30.08	Mathematics and Computer Science	0.00	0.00	0.00	0.00	0.00	0.00	0.00
30.18	Natural Sciences	0.00	0.00	0.00	0.00	0.00	0.00	0.00
31	Parks, Rec, Leisure, Fitness Studies	0.00	0.00	0.00	0.00	0.00	0.00	0.00
32	Basic Skills, Developmental/Remedial Education	0.00	0.00	0.00	0.00	0.00	0.00	0.00
34	Health Related Knowledge and Skills	0.00	0.00	0.00	0.00	0.00	0.00	0.00
38	Philosophy and Religious Studies	0.00	0.00	0.00	0.00	0.00	0.00	0.00
40	Physical Sciences	0.00	0.00	0.00	0.00	0.00	0.00	0.00
41	Science Technologies	0.00	0.00	0.00	0.00	0.00	0.00	0.00
42	Psychology	12.67	9.67	0.00	0.00	0.00	0.00	0.00
43	Homeland Security, Law Enforce, Protective Services	0.00	0.00	0.00	0.00	0.00	0.00	0.00
44	Public Administration and Social Services	0.00	0.00	0.00	0.00	0.00	0.00	0.00
45	Social Sciences and History	0.00	0.00	0.00	0.00	0.00	0.00	0.00
50	Visual and Performing Arts	0.00	0.00	0.00	0.00	0.00	0.00	0.00
51	Health Professions, Related Programs	129.00	88.67	0.00	0.00	0.00	0.00	0.00
51.20	Pharmacy	0.00	0.00	0.00	0.00	0.00	0.00	0.00
51.24	Veterinary Medicine	0.00	0.00	0.00	0.00	0.00	0.00	0.00
52	Business, Mgmt, Marketing, Related Support Svcs	19.67	20.00	0.00	0.00	0.00	0.00	0.00
54	History	0.00	0.00	0.00	0.00	0.00	0.00	0.00
9999	Unknown	0.00	0.00	0.00	0.00	0.00	0.00	0.00
BLE	Bilingual Education	0.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>Total</b>		<b>298.33</b>	<b>208.33</b>	<b>6.67</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>

OSU-CORVALLIS SSCM DEGREE COMPLETION DATA: 3-YR AVERAGE 2015-16, 2016-17, 2017-18								
CIP Code	Description	Resident Degree Completions						Non-Resident
		Non-Transfer BA/BS	Transfer BA/BS	Masters	Doctoral	First Profess.	Graduate Certificates	Doctoral
01	Agriculture	171.33	73.33	13.67	1.33	0.00	0.33	9.67
02	Agricultural Sciences (Legacy)	0.00	0.00	0.00	0.00	0.00	0.00	0.00
03	Natural Resources, Conservation	100.67	58.67	23.67	7.00	0.00	8.67	17.33
04	Architecture	0.00	0.00	0.00	0.00	0.00	0.00	0.00
05	Area, Ethnic, Cultural, Gender, Group Studies	8.33	2.33	1.67	0.00	0.00	0.00	0.00
09	Communication, Journalism	105.33	29.67	0.00	0.00	0.00	0.00	0.00
10	Communications Technologies	0.00	0.00	0.00	0.00	0.00	0.00	0.00
11	Computer and Information Science	137.33	30.00	6.33	0.33	0.00	0.00	9.67
13	Education	44.33	7.67	62.67	14.00	0.00	121.33	11.33
14	Engineering	461.67	119.00	61.33	11.00	0.00	0.00	39.00
15	Engineering Technologies	0.00	0.00	0.00	0.00	0.00	0.00	0.00
16	Foreign Languages, Literatures, Linguistics	16.00	0.67	0.00	0.00	0.00	0.00	0.00
19	Family and Consumer Sciences	244.67	88.33	3.67	3.00	0.00	0.00	6.00
22	Legal Professions and Studies	0.00	0.00	0.00	0.00	0.00	0.00	0.00
23	English Language and Literature	25.00	10.00	3.67	0.00	0.00	0.00	0.00
24	Liberal Arts and Sciences, Humanities	28.00	11.33	1.00	0.00	0.00	0.00	0.00
25	Library Science	0.00	0.00	0.00	0.00	0.00	0.00	0.00
26	Biological and Biomedical Sciences	214.33	45.67	6.33	5.67	0.00	0.00	23.00
27	Mathematics and Statistics	31.67	8.33	8.33	1.67	0.00	0.33	8.67
28	Military Science, Leadership, Operational Art	0.00	0.00	0.00	0.00	0.00	0.00	0.00
29	Military Technologies	0.00	0.00	0.00	0.00	0.00	0.00	0.00
30	Multi/Interdisciplinary Studies	27.67	1.33	10.00	0.00	0.00	32.00	0.00
30.01	Biological and Physical Sciences	0.00	0.00	0.00	0.00	0.00	0.00	0.00
30.06	Systems Science and Theory	0.00	0.00	0.00	0.00	0.00	0.00	0.00
30.08	Mathematics and Computer Science	0.00	0.00	0.00	0.00	0.00	0.00	0.00
30.18	Natural Sciences	13.00	2.33	0.00	0.00	0.00	0.00	0.00
31	Parks, Rec, Leisure, Fitness Studies	147.00	43.33	8.33	0.67	0.00	0.00	3.00
32	Basic Skills, Developmental/Remedial Education	0.00	0.00	0.00	0.00	0.00	0.00	0.00
34	Health Related Knowledge and Skills	0.00	0.00	0.00	0.00	0.00	0.00	0.00
38	Philosophy and Religious Studies	5.00	2.67	1.33	0.00	0.00	1.00	0.00
40	Physical Sciences	54.67	27.33	8.33	5.67	0.00	0.00	36.33
41	Science Technologies	0.00	0.00	0.00	0.00	0.00	0.00	0.00
42	Psychology	96.33	35.67	0.33	0.00	0.00	0.00	0.00
43	Homeland Security, Law Enforce, Protective Services	0.00	0.00	0.00	0.00	0.00	0.00	0.00
44	Public Administration and Social Services	0.00	0.00	6.00	0.33	0.00	0.00	1.67
45	Social Sciences and History	138.67	57.67	7.00	1.00	0.00	35.00	6.33
50	Visual and Performing Arts	56.67	16.00	0.00	0.00	0.00	0.00	0.00
51	Health Professions, Related Programs	224.33	52.67	32.33	3.67	0.00	5.33	8.33
51.20	Pharmacy	0.00	0.00	0.00	1.00	67.00	0.00	4.00
51.24	Veterinary Medicine	0.00	0.00	0.00	0.00	37.67	0.00	0.00
52	Business, Mgmt, Marketing, Related Support Svcs	335.00	89.67	36.33	0.00	0.00	1.67	0.00
54	History	26.33	12.00	1.00	0.67	0.00	0.00	0.33
9999	Unknown	0.00	0.00	0.00	0.00	0.00	0.00	0.00
BLE	Bilingual Education	0.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>Total</b>		<b>2,713.33</b>	<b>825.67</b>	<b>303.33</b>	<b>57.00</b>	<b>104.67</b>	<b>205.67</b>	<b>184.67</b>

**OSU-CASCADES SSCM DEGREE COMPLETION DATA: 3-YR AVERAGE 2015-16, 2016-17, 2017-18**

CIP Code	Description	Resident Degree Completions						Non- Resident
		Non-Transfer BA/BS	Transfer BA/BS	Masters	Doctoral	First Profess.	Graduate Certificates	Doctoral
01	Agriculture	0.00	0.00	0.00	0.00	0.00	0.00	0.00
02	Agricultural Sciences (Legacy)	0.00	0.00	0.00	0.00	0.00	0.00	0.00
03	Natural Resources, Conservation	7.00	17.33	0.00	0.00	0.00	0.00	0.00
04	Architecture	0.00	0.00	0.00	0.00	0.00	0.00	0.00
05	Area, Ethnic, Cultural, Gender, Group Studies	0.67	4.00	0.00	0.00	0.00	0.00	0.00
09	Communication, Journalism	0.00	0.00	0.00	0.00	0.00	0.00	0.00
10	Communications Technologies	0.00	0.00	0.00	0.00	0.00	0.00	0.00
11	Computer and Information Science	2.67	2.00	0.00	0.00	0.00	0.00	0.00
13	Education	0.00	0.00	70.67	0.00	0.00	19.33	0.00
14	Engineering	9.33	11.33	0.00	0.00	0.00	0.00	0.00
15	Engineering Technologies	0.00	0.00	0.00	0.00	0.00	0.00	0.00
16	Foreign Languages, Literatures, Linguistics	0.00	0.00	0.00	0.00	0.00	0.00	0.00
19	Family and Consumer Sciences	6.00	42.00	0.00	0.00	0.00	0.00	0.00
22	Legal Professions and Studies	0.00	0.00	0.00	0.00	0.00	0.00	0.00
23	English Language and Literature	0.00	0.00	4.67	0.00	0.00	0.00	0.00
24	Liberal Arts and Sciences, Humanities	3.67	12.00	0.00	0.00	0.00	0.00	0.00
25	Library Science	0.00	0.00	0.00	0.00	0.00	0.00	0.00
26	Biological and Biomedical Sciences	6.67	11.00	0.00	0.00	0.00	0.00	0.00
27	Mathematics and Statistics	0.00	0.00	0.00	0.00	0.00	0.00	0.00
28	Military Science, Leadership, Operational Art	0.00	0.00	0.00	0.00	0.00	0.00	0.00
29	Military Technologies	0.00	0.00	0.00	0.00	0.00	0.00	0.00
30	Multi/Interdisciplinary Studies	1.67	0.67	0.00	0.00	0.00	0.00	0.00
30.01	Biological and Physical Sciences	0.00	0.00	0.00	0.00	0.00	0.00	0.00
30.06	Systems Science and Theory	0.00	0.00	0.00	0.00	0.00	0.00	0.00
30.08	Mathematics and Computer Science	0.00	0.00	0.00	0.00	0.00	0.00	0.00
30.18	Natural Sciences	0.00	0.00	0.00	0.00	0.00	0.00	0.00
31	Parks, Rec, Leisure, Fitness Studies	14.33	27.67	0.00	0.00	0.00	0.00	0.00
32	Basic Skills, Developmental/Remedial Education	0.00	0.00	0.00	0.00	0.00	0.00	0.00
34	Health Related Knowledge and Skills	0.00	0.00	0.00	0.00	0.00	0.00	0.00
38	Philosophy and Religious Studies	0.00	0.00	0.00	0.00	0.00	0.00	0.00
40	Physical Sciences	0.00	0.00	0.00	0.00	0.00	0.00	0.00
41	Science Technologies	0.00	0.00	0.00	0.00	0.00	0.00	0.00
42	Psychology	3.33	7.33	0.00	0.00	0.00	0.00	0.00
43	Homeland Security, Law Enforce, Protective Services	0.00	0.00	0.00	0.00	0.00	0.00	0.00
44	Public Administration and Social Services	0.00	0.00	0.00	0.00	0.00	0.00	0.00
45	Social Sciences and History	2.00	7.33	0.00	0.00	0.00	0.00	0.00
50	Visual and Performing Arts	0.67	4.00	0.00	0.00	0.00	0.00	0.00
51	Health Professions, Related Programs	0.00	0.00	0.00	0.00	0.00	0.00	0.00
51.20	Pharmacy	0.00	0.00	0.00	0.00	0.00	0.00	0.00
51.24	Veterinary Medicine	0.00	0.00	0.00	0.00	0.00	0.00	0.00
52	Business, Mgmt, Marketing, Related Support Svcs	11.67	33.00	0.00	0.00	0.00	0.33	0.00
54	History	0.00	0.00	0.00	0.00	0.00	0.00	0.00
9999	Unknown	0.00	0.00	0.00	0.00	0.00	0.00	0.00
BLE	Bilingual Education	0.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>Total</b>		<b>69.67</b>	<b>179.67</b>	<b>75.33</b>	<b>0.00</b>	<b>0.00</b>	<b>19.67</b>	<b>0.00</b>

OSU-TOTAL SSCM DEGREE COMPLETION DATA: 3-YR AVERAGE 2015-16, 2016-17, 2017-18								
CIP Code	Description	Resident Degree Completions						Non- Resident
		Non-Transfer BA/BS	Transfer BA/BS	Masters	Doctoral	First Profess.	Graduate Certificates	Doctoral
01	Agriculture	171.33	73.33	13.67	1.33	0.00	0.33	9.67
02	Agricultural Sciences (Legacy)	0.00	0.00	0.00	0.00	0.00	0.00	0.00
03	Natural Resources, Conservation	107.67	76.00	23.67	7.00	0.00	8.67	17.33
04	Architecture	0.00	0.00	0.00	0.00	0.00	0.00	0.00
05	Area, Ethnic, Cultural, Gender, Group Studies	9.00	6.33	1.67	0.00	0.00	0.00	0.00
09	Communication, Journalism	105.33	29.67	0.00	0.00	0.00	0.00	0.00
10	Communications Technologies	0.00	0.00	0.00	0.00	0.00	0.00	0.00
11	Computer and Information Science	140.00	32.00	6.33	0.33	0.00	0.00	9.67
13	Education	44.33	7.67	133.33	14.00	0.00	140.67	11.33
14	Engineering	471.00	130.33	61.33	11.00	0.00	0.00	39.00
15	Engineering Technologies	0.00	0.00	0.00	0.00	0.00	0.00	0.00
16	Foreign Languages, Literatures, Linguistics	16.00	0.67	0.00	0.00	0.00	0.00	0.00
19	Family and Consumer Sciences	250.67	130.33	3.67	3.00	0.00	0.00	6.00
22	Legal Professions and Studies	0.00	0.00	0.00	0.00	0.00	0.00	0.00
23	English Language and Literature	25.00	10.00	8.33	0.00	0.00	0.00	0.00
24	Liberal Arts and Sciences, Humanities	31.67	23.33	1.00	0.00	0.00	0.00	0.00
25	Library Science	0.00	0.00	0.00	0.00	0.00	0.00	0.00
26	Biological and Biomedical Sciences	221.00	56.67	6.33	5.67	0.00	0.00	23.00
27	Mathematics and Statistics	31.67	8.33	8.33	1.67	0.00	0.33	8.67
28	Military Science, Leadership, Operational Art	0.00	0.00	0.00	0.00	0.00	0.00	0.00
29	Military Technologies	0.00	0.00	0.00	0.00	0.00	0.00	0.00
30	Multi/Interdisciplinary Studies	29.33	2.00	10.00	0.00	0.00	32.00	0.00
30.01	Biological and Physical Sciences	0.00	0.00	0.00	0.00	0.00	0.00	0.00
30.06	Systems Science and Theory	0.00	0.00	0.00	0.00	0.00	0.00	0.00
30.08	Mathematics and Computer Science	0.00	0.00	0.00	0.00	0.00	0.00	0.00
30.18	Natural Sciences	13.00	2.33	0.00	0.00	0.00	0.00	0.00
31	Parks, Rec, Leisure, Fitness Studies	161.33	71.00	8.33	0.67	0.00	0.00	3.00
32	Basic Skills, Developmental/Remedial Education	0.00	0.00	0.00	0.00	0.00	0.00	0.00
34	Health Related Knowledge and Skills	0.00	0.00	0.00	0.00	0.00	0.00	0.00
38	Philosophy and Religious Studies	5.00	2.67	1.33	0.00	0.00	1.00	0.00
40	Physical Sciences	54.67	27.33	8.33	5.67	0.00	0.00	36.33
41	Science Technologies	0.00	0.00	0.00	0.00	0.00	0.00	0.00
42	Psychology	99.67	43.00	0.33	0.00	0.00	0.00	0.00
43	Homeland Security, Law Enforce, Protective Services	0.00	0.00	0.00	0.00	0.00	0.00	0.00
44	Public Administration and Social Services	0.00	0.00	6.00	0.33	0.00	0.00	1.67
45	Social Sciences and History	140.67	65.00	7.00	1.00	0.00	35.00	6.33
50	Visual and Performing Arts	57.33	20.00	0.00	0.00	0.00	0.00	0.00
51	Health Professions, Related Programs	224.33	52.67	32.33	3.67	0.00	5.33	8.33
51.20	Pharmacy	0.00	0.00	0.00	1.00	67.00	0.00	4.00
51.24	Veterinary Medicine	0.00	0.00	0.00	0.00	37.67	0.00	0.00
52	Business, Mgmt, Marketing, Related Support Svcs	346.67	122.67	36.33	0.00	0.00	2.00	0.00
54	History	26.33	12.00	1.00	0.67	0.00	0.00	0.33
9999	Unknown	0.00	0.00	0.00	0.00	0.00	0.00	0.00
BLE	Bilingual Education	0.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>Total</b>		<b>2,783.00</b>	<b>1,005.33</b>	<b>378.67</b>	<b>57.00</b>	<b>104.67</b>	<b>225.33</b>	<b>184.67</b>

PSU SSCM DEGREE COMPLETION DATA: 3-YR AVERAGE 2015-16, 2016-17, 2017-18								
CIP Code	Description	Resident Degree Completions						Non- Resident
		Non-Transfer BA/BS	Transfer BA/BS	Masters	Doctoral	First Profess.	Graduate Certificates	Doctoral
01	Agriculture	0.00	0.00	0.00	0.00	0.00	0.00	0.00
02	Agricultural Sciences (Legacy)	0.00	0.00	0.00	0.00	0.00	0.00	0.00
03	Natural Resources, Conservation	29.33	20.33	8.67	4.00	0.00	2.00	2.00
04	Architecture	23.33	8.33	30.67	0.00	0.00	2.67	0.00
05	Area, Ethnic, Cultural, Gender, Group Studies	8.67	6.00	0.00	0.00	0.00	15.00	0.00
09	Communication, Journalism	62.67	55.33	16.00	0.00	0.00	0.00	0.00
10	Communications Technologies	0.00	0.00	0.00	0.00	0.00	0.00	0.00
11	Computer and Information Science	59.67	37.33	18.33	0.33	0.00	4.67	3.33
13	Education	0.33	0.00	402.33	15.67	0.00	256.67	3.33
14	Engineering	122.00	77.00	69.00	3.67	0.00	2.67	5.67
15	Engineering Technologies	0.00	0.00	13.67	1.33	0.00	4.00	2.67
16	Foreign Languages, Literatures, Linguistics	54.67	40.00	7.33	0.00	0.00	4.67	0.00
19	Family and Consumer Sciences	27.33	27.33	0.00	0.00	0.00	18.33	0.00
22	Legal Professions and Studies	0.00	0.00	0.00	0.00	0.00	0.00	0.00
23	English Language and Literature	46.67	48.67	27.33	0.00	0.00	0.00	0.00
24	Liberal Arts and Sciences, Humanities	123.67	91.00	0.00	0.00	0.00	4.33	0.00
25	Library Science	0.00	0.00	0.00	0.00	0.00	0.00	0.00
26	Biological and Biomedical Sciences	91.33	65.67	7.67	3.33	0.00	0.00	2.00
27	Mathematics and Statistics	21.67	17.00	18.33	1.33	0.00	2.33	1.33
28	Military Science, Leadership, Operational Art	0.00	0.00	0.00	0.00	0.00	0.00	0.00
29	Military Technologies	0.00	0.00	0.00	0.00	0.00	0.00	0.00
30	Multi/Interdisciplinary Studies	35.33	17.33	15.33	0.00	0.00	15.67	0.00
30.01	Biological and Physical Sciences	77.33	54.00	4.67	0.00	0.00	0.00	0.00
30.06	Systems Science and Theory	0.00	0.00	3.67	2.33	0.00	0.00	0.67
30.08	Mathematics and Computer Science	0.00	0.00	0.00	0.00	0.00	0.00	0.00
30.18	Natural Sciences	0.00	0.00	0.00	0.00	0.00	0.00	0.00
31	Parks, Rec, Leisure, Fitness Studies	0.00	0.00	0.00	0.00	0.00	0.00	0.00
32	Basic Skills, Developmental/Remedial Education	0.00	0.00	0.00	0.00	0.00	0.00	0.00
34	Health Related Knowledge and Skills	0.00	0.00	0.00	0.00	0.00	0.00	0.00
38	Philosophy and Religious Studies	10.67	10.33	0.00	0.00	0.00	0.00	0.00
40	Physical Sciences	31.00	26.67	11.67	3.67	0.00	4.00	9.33
41	Science Technologies	0.00	0.00	0.00	0.00	0.00	0.00	0.00
42	Psychology	116.00	139.00	1.67	1.33	0.00	0.00	2.67
43	Homeland Security, Law Enforce, Protective Services	62.67	74.00	6.67	0.00	0.00	1.33	0.00
44	Public Administration and Social Services	31.33	56.33	236.33	3.33	0.00	13.00	4.33
45	Social Sciences and History	227.33	221.00	16.33	3.33	0.00	19.33	3.67
50	Visual and Performing Arts	148.33	84.67	12.00	0.00	0.00	0.33	0.00
51	Health Professions, Related Programs	197.33	134.67	52.00	0.33	0.00	0.67	0.33
51.20	Pharmacy	0.00	0.00	0.00	0.00	0.00	0.00	0.00
51.24	Veterinary Medicine	0.00	0.00	0.00	0.00	0.00	0.00	0.00
52	Business, Mgmt, Marketing, Related Support Svcs	341.33	356.33	117.33	0.00	0.00	82.67	0.00
54	History	26.00	28.33	7.00	0.00	0.00	0.00	0.00
9999	Unknown	0.00	0.00	0.00	0.00	0.00	0.00	0.00
BLE	Bilingual Education	0.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>Total</b>		<b>1,976.00</b>	<b>1,696.67</b>	<b>1,104.00</b>	<b>44.00</b>	<b>0.00</b>	<b>454.33</b>	<b>41.33</b>



SOU SSCM DEGREE COMPLETION DATA: 3-YR AVERAGE 2015-16, 2016-17, 2017-18								
CIP Code	Description	Resident Degree Completions						Non- Resident
		Non-Transfer BA/BS	Transfer BA/BS	Masters	Doctoral	First Profess.	Graduate Certificates	Doctoral
01	Agriculture	0.00	0.00	0.00	0.00	0.00	0.00	0.00
02	Agricultural Sciences (Legacy)	0.00	0.00	0.00	0.00	0.00	0.00	0.00
03	Natural Resources, Conservation	8.67	4.33	4.67	0.00	0.00	0.00	0.00
04	Architecture	0.00	0.00	0.00	0.00	0.00	0.00	0.00
05	Area, Ethnic, Cultural, Gender, Group Studies	0.00	0.00	0.00	0.00	0.00	2.33	0.00
09	Communication, Journalism	15.67	8.00	0.00	0.00	0.00	0.00	0.00
10	Communications Technologies	0.00	0.00	0.00	0.00	0.00	0.00	0.00
11	Computer and Information Science	6.00	5.00	0.67	0.00	0.00	0.00	0.00
13	Education	36.33	27.00	90.33	0.00	0.00	109.00	0.00
14	Engineering	0.00	0.00	0.00	0.00	0.00	0.00	0.00
15	Engineering Technologies	0.00	0.00	0.00	0.00	0.00	0.00	0.00
16	Foreign Languages, Literatures, Linguistics	6.00	0.00	1.33	0.00	0.00	0.00	0.00
19	Family and Consumer Sciences	0.00	0.00	0.00	0.00	0.00	0.00	0.00
22	Legal Professions and Studies	0.00	0.00	0.00	0.00	0.00	0.00	0.00
23	English Language and Literature	12.33	5.67	0.00	0.00	0.00	0.00	0.00
24	Liberal Arts and Sciences, Humanities	0.00	0.00	0.00	0.00	0.00	0.00	0.00
25	Library Science	0.00	0.00	0.00	0.00	0.00	0.00	0.00
26	Biological and Biomedical Sciences	13.33	5.67	0.00	0.00	0.00	0.00	0.00
27	Mathematics and Statistics	3.67	2.67	1.33	0.00	0.00	0.00	0.00
28	Military Science, Leadership, Operational Art	0.00	0.00	0.00	0.00	0.00	0.00	0.00
29	Military Technologies	0.00	0.00	0.00	0.00	0.00	0.00	0.00
30	Multi/Interdisciplinary Studies	11.00	6.67	2.00	0.00	0.00	5.67	0.00
30.01	Biological and Physical Sciences	0.00	0.00	0.00	0.00	0.00	0.00	0.00
30.06	Systems Science and Theory	0.00	0.00	0.00	0.00	0.00	0.00	0.00
30.08	Mathematics and Computer Science	0.00	0.67	0.00	0.00	0.00	0.00	0.00
30.18	Natural Sciences	0.00	0.00	0.00	0.00	0.00	0.00	0.00
31	Parks, Rec, Leisure, Fitness Studies	26.00	7.67	0.00	0.00	0.00	0.00	0.00
32	Basic Skills, Developmental/Remedial Education	0.00	0.00	0.00	0.00	0.00	0.00	0.00
34	Health Related Knowledge and Skills	0.00	0.00	0.00	0.00	0.00	0.00	0.00
38	Philosophy and Religious Studies	0.00	0.00	0.00	0.00	0.00	0.00	0.00
40	Physical Sciences	9.33	2.67	0.00	0.00	0.00	0.00	0.00
41	Science Technologies	0.00	0.00	0.00	0.00	0.00	0.00	0.00
42	Psychology	36.33	21.67	0.00	0.00	0.00	0.00	0.00
43	Homeland Security, Law Enforce, Protective Services	23.00	16.00	0.00	0.00	0.00	0.00	0.00
44	Public Administration and Social Services	0.33	0.00	0.00	0.00	0.00	0.00	0.00
45	Social Sciences and History	29.33	19.33	0.00	0.00	0.00	1.00	0.00
50	Visual and Performing Arts	48.00	19.33	1.33	0.00	0.00	0.00	0.00
51	Health Professions, Related Programs	0.33	0.00	13.00	0.00	0.00	0.00	0.00
51.20	Pharmacy	0.00	0.00	0.00	0.00	0.00	0.00	0.00
51.24	Veterinary Medicine	0.00	0.00	0.00	0.00	0.00	0.00	0.00
52	Business, Mgmt, Marketing, Related Support Svcs	54.67	41.00	21.67	0.00	0.00	59.33	0.00
54	History	6.00	5.67	0.00	0.00	0.00	0.00	0.00
9999	Unknown	0.00	0.00	0.00	0.00	0.00	0.00	0.00
BLE	Bilingual Education	0.00	0.00	0.00	0.00	0.00	1.00	0.00
<b>Total</b>		<b>346.33</b>	<b>199.00</b>	<b>136.33</b>	<b>0.00</b>	<b>0.00</b>	<b>178.33</b>	<b>0.00</b>

UO SSCM DEGREE COMPLETION DATA: 3-YR AVERAGE 2015-16, 2016-17, 2017-18								
CIP Code	Description	Resident Degree Completions						Non- Resident
		Non-Transfer BA/BS	Transfer BA/BS	Masters	Doctoral	First Profess.	Graduate Certificates	Doctoral
01	Agriculture	0.00	0.00	0.00	0.00	0.00	0.00	0.00
02	Agricultural Sciences (Legacy)	0.00	0.00	0.00	0.00	0.00	0.00	0.00
03	Natural Resources, Conservation	57.00	16.33	1.33	0.33	0.00	0.00	2.00
04	Architecture	41.67	8.00	26.33	0.33	0.00	1.33	1.00
05	Area, Ethnic, Cultural, Gender, Group Studies	20.67	8.00	3.33	0.00	0.00	0.67	0.00
09	Communication, Journalism	241.00	41.67	17.67	0.33	0.00	1.00	5.00
10	Communications Technologies	0.00	0.00	0.00	0.00	0.00	0.00	0.00
11	Computer and Information Science	40.67	14.67	4.33	1.33	0.00	0.00	3.00
13	Education	49.00	9.33	120.67	16.00	0.00	144.33	5.00
14	Engineering	0.00	0.00	0.00	0.00	0.00	0.00	0.00
15	Engineering Technologies	0.00	0.00	0.00	0.00	0.00	0.00	0.00
16	Foreign Languages, Literatures, Linguistics	65.33	16.67	13.33	1.33	0.00	0.00	11.33
19	Family and Consumer Sciences	0.00	0.00	2.33	0.00	0.00	0.00	0.00
22	Legal Professions and Studies	0.00	0.00	1.33	0.00	42.33	0.00	0.00
23	English Language and Literature	43.67	19.00	4.00	1.67	0.00	0.00	8.67
24	Liberal Arts and Sciences, Humanities	3.67	2.00	0.00	0.00	0.00	0.00	0.00
25	Library Science	0.00	0.00	0.00	0.00	0.00	0.00	0.00
26	Biological and Biomedical Sciences	223.67	31.67	9.00	3.67	0.00	0.00	14.33
27	Mathematics and Statistics	22.67	3.67	3.33	0.67	0.00	0.00	7.00
28	Military Science, Leadership, Operational Art	0.00	0.00	0.00	0.00	0.00	0.00	0.00
29	Military Technologies	0.00	0.00	0.00	0.00	0.00	0.00	0.00
30	Multi/Interdisciplinary Studies	55.67	5.33	17.33	0.00	0.00	1.67	0.00
30.01	Biological and Physical Sciences	50.33	6.67	0.00	0.00	0.00	0.00	0.00
30.06	Systems Science and Theory	0.00	0.00	0.00	0.00	0.00	0.00	0.00
30.08	Mathematics and Computer Science	3.67	1.67	0.00	0.00	0.00	0.00	0.00
30.18	Natural Sciences	0.00	0.00	0.00	0.00	0.00	0.00	0.00
31	Parks, Rec, Leisure, Fitness Studies	0.00	0.00	0.00	0.00	0.00	0.00	0.00
32	Basic Skills, Developmental/Remedial Education	0.00	0.00	0.00	0.00	0.00	0.00	0.00
34	Health Related Knowledge and Skills	0.00	0.00	0.00	0.00	0.00	0.00	0.00
38	Philosophy and Religious Studies	14.33	7.67	1.00	0.33	0.00	0.00	2.00
40	Physical Sciences	42.33	12.33	19.33	4.00	0.00	0.00	29.67
41	Science Technologies	0.00	0.00	0.00	0.00	0.00	0.00	0.00
42	Psychology	138.67	66.33	4.67	2.00	0.00	0.00	20.67
43	Homeland Security, Law Enforce, Protective Services	0.00	0.00	0.00	0.00	0.00	0.00	0.00
44	Public Administration and Social Services	97.33	31.00	10.00	0.00	0.00	0.00	0.00
45	Social Sciences and History	418.00	121.67	7.33	4.33	0.00	0.00	20.67
50	Visual and Performing Arts	163.67	59.33	18.00	0.67	0.00	0.00	6.67
51	Health Professions, Related Programs	25.67	10.33	32.00	0.33	0.00	0.00	0.33
51.20	Pharmacy	0.00	0.00	0.00	0.00	0.00	0.00	0.00
51.24	Veterinary Medicine	0.00	0.00	0.00	0.00	0.00	0.00	0.00
52	Business, Mgmt, Marketing, Related Support Svcs	252.67	60.67	99.00	0.00	0.00	7.67	4.33
54	History	27.67	12.67	1.00	0.33	0.00	0.00	1.00
9999	Unknown	0.00	0.00	0.00	0.00	0.00	0.00	0.00
BLE	Bilingual Education	0.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>Total</b>		<b>2,099.00</b>	<b>566.67</b>	<b>416.67</b>	<b>37.67</b>	<b>42.33</b>	<b>156.67</b>	<b>142.67</b>

WOU SSCM DEGREE COMPLETION DATA: 3-YR AVERAGE 2015-16, 2016-17, 2017-18								
CIP Code	Description	Resident Degree Completions						Non- Resident
		Non-Transfer BA/BS	Transfer BA/BS	Masters	Doctoral	First Profess.	Graduate Certificates	Doctoral
01	Agriculture	0.00	0.00	0.00	0.00	0.00	0.00	0.00
02	Agricultural Sciences (Legacy)	0.00	0.00	0.00	0.00	0.00	0.00	0.00
03	Natural Resources, Conservation	0.00	0.00	0.00	0.00	0.00	0.00	0.00
04	Architecture	0.00	0.00	0.00	0.00	0.00	0.00	0.00
05	Area, Ethnic, Cultural, Gender, Group Studies	0.00	0.00	0.00	0.00	0.00	0.00	0.00
09	Communication, Journalism	18.33	8.33	0.00	0.00	0.00	0.00	0.00
10	Communications Technologies	0.00	0.00	0.00	0.00	0.00	0.00	0.00
11	Computer and Information Science	10.67	16.00	0.00	0.00	0.00	0.00	0.00
13	Education	47.33	41.00	136.33	0.00	0.00	152.00	0.00
14	Engineering	0.00	0.00	0.00	0.00	0.00	0.00	0.00
15	Engineering Technologies	0.00	0.00	0.00	0.00	0.00	0.00	0.00
16	Foreign Languages, Literatures, Linguistics	18.33	6.67	0.00	0.00	0.00	0.00	0.00
19	Family and Consumer Sciences	1.33	1.67	0.00	0.00	0.00	0.00	0.00
22	Legal Professions and Studies	0.00	0.00	0.00	0.00	0.00	0.00	0.00
23	English Language and Literature	8.00	5.67	0.00	0.00	0.00	0.00	0.00
24	Liberal Arts and Sciences, Humanities	4.00	2.33	0.00	0.00	0.00	0.00	0.00
25	Library Science	0.00	0.00	0.00	0.00	0.00	0.00	0.00
26	Biological and Biomedical Sciences	14.00	5.67	0.00	0.00	0.00	0.00	0.00
27	Mathematics and Statistics	4.67	2.33	0.33	0.00	0.00	0.00	0.00
28	Military Science, Leadership, Operational Art	0.00	0.00	0.00	0.00	0.00	0.00	0.00
29	Military Technologies	0.00	0.00	0.00	0.00	0.00	0.00	0.00
30	Multi/Interdisciplinary Studies	50.67	38.33	0.00	0.00	0.00	0.00	0.00
30.01	Biological and Physical Sciences	0.00	0.00	0.67	0.00	0.00	0.00	0.00
30.06	Systems Science and Theory	0.00	0.00	0.00	0.00	0.00	0.00	0.00
30.08	Mathematics and Computer Science	2.33	1.33	0.00	0.00	0.00	0.00	0.00
30.18	Natural Sciences	0.00	0.00	0.00	0.00	0.00	0.00	0.00
31	Parks, Rec, Leisure, Fitness Studies	28.00	13.67	0.00	0.00	0.00	0.00	0.00
32	Basic Skills, Developmental/Remedial Education	0.00	0.00	0.00	0.00	0.00	0.00	0.00
34	Health Related Knowledge and Skills	0.00	0.00	0.00	0.00	0.00	0.00	0.00
38	Philosophy and Religious Studies	0.33	0.33	0.00	0.00	0.00	0.00	0.00
40	Physical Sciences	8.33	3.33	0.00	0.00	0.00	0.00	0.00
41	Science Technologies	0.00	0.00	0.00	0.00	0.00	0.00	0.00
42	Psychology	46.00	40.00	0.00	0.00	0.00	0.00	0.00
43	Homeland Security, Law Enforce, Protective Services	40.67	31.33	6.67	0.00	0.00	0.00	0.00
44	Public Administration and Social Services	0.00	0.00	0.00	0.00	0.00	0.00	0.00
45	Social Sciences and History	32.00	21.67	0.00	0.00	0.00	0.67	0.00
50	Visual and Performing Arts	24.67	11.67	3.33	0.00	0.00	0.00	0.00
51	Health Professions, Related Programs	34.33	10.00	8.00	0.00	0.00	0.00	0.00
51.20	Pharmacy	0.00	0.00	0.00	0.00	0.00	0.00	0.00
51.24	Veterinary Medicine	0.00	0.00	0.00	0.00	0.00	0.00	0.00
52	Business, Mgmt, Marketing, Related Support Svcs	50.00	42.00	3.00	0.00	0.00	0.00	0.00
54	History	4.33	3.67	0.00	0.00	0.00	0.00	0.00
9999	Unknown	0.00	0.00	0.00	0.00	0.00	0.00	0.00
BLE	Bilingual Education	0.00	0.00	0.00	0.00	0.00	6.00	0.00
<b>Total</b>		<b>448.33</b>	<b>307.00</b>	<b>158.33</b>	<b>0.00</b>	<b>0.00</b>	<b>158.67</b>	<b>0.00</b>

<b>STUDENT POPULATIONS DATA: NUMBER OF DEGREE COMPLETERS</b>									
<b>Average: 2015-16, 2016-17, 2017-18</b>									
<b>Targeted Characteristics</b>	<b>EOU</b>	<b>OIT</b>	<b>OSU-Corvallis</b>	<b>OSU-Cascades</b>	<b>PSU</b>	<b>SOU</b>	<b>UO</b>	<b>WOU</b>	<b>Total</b>
1	235	255	1,516	139	1,945	303	1,100	356	5,849
2	88	83	490	28	585	92	406	172	1,943
3	8	13	76	2	25	12	46	28	209
4	0	0	0	0	0	0	0	0	0

<b>DUAL CREDIT COMPLETIONS</b>	
<b>Average: 2015-16, 2016-17, 2017-18</b>	
EOU	4,241
OIT	15,152
OSU-Corvallis	0
OSU-Cascades	0
PSU	17,669
SOU	12,008
UO	0
WOU	11,386
<b>Total</b>	<b>60,457</b>

# APPENDIX E: RELEVANT BUDGET REPORTS (2017 SESSION)

## **SB 5524**

79th Oregon Legislative Assembly – 2017 Regular Session

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**Action Date:** 06/30/17

**Action:** Do pass with amendments. (Printed A-Eng.)

**Senate Vote**

**Yeas:** 12 - DeBoer, Devlin, Frederick, Girod, Hansell, Johnson, Manning Jr, Monroe, Roblan, Steiner Hayward, Thomsen, Winters

**House Vote**

**Yeas:** 8 - Gombert, Holvey, Huffman, Nathanson, Rayfield, Smith G, Smith Warner, Whisnant

**Nays:** 2 - McLane, Stark

**Exc:** 1 - Williamson

**Prepared By:** Patrick Heath, Department of Administrative Services

**Reviewed By:** Doug Wilson, Legislative Fiscal Office

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**Higher Education Coordinating Commission  
2017-19**

This summary has not been adopted or officially endorsed by action of the committee.

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**Budget Summary\***

	2015-17 Legislatively Approved Budget <sup>(1)</sup>	2017-19 Current Service Level	2017-19 Committee Recommendation	Committee Change from 2015-17 Leg. Approved	% Change
General Fund	\$ 1,653,861,918	\$ 1,691,705,896	\$ 1,755,839,671	\$ 101,977,753	6.2%
General Fund Debt Service	\$ 130,624,436	\$ 180,806,925	\$ 180,806,925	\$ 50,182,489	38.4%
Lottery Funds	\$ 20,056,379	\$ 33,058,513	\$ 52,986,268	\$ 32,929,889	164.2%
Lottery Funds Debt Service	\$ 42,349,776	\$ 43,654,789	\$ 43,654,789	\$ 1,305,013	3.1%
Other Funds Limited	\$ 32,874,714	\$ 27,739,047	\$ 29,371,373	\$ (3,503,341)	(10.7%)
Other Funds Debt Service	\$ -	\$ -	\$ 1,450,000	\$ 1,450,000	100.0%
Other Funds Nonlimited	\$ 197,441,829	\$ 206,000	\$ 206,000	\$ (197,235,829)	(99.9%)
Other Funds Debt Service Nonlimited	\$ 257,777,897	\$ 208,941,256	\$ 212,840,781	\$ (44,937,116)	(17.4%)
Federal Funds Limited	\$ 111,932,844	\$ 114,694,286	\$ 114,506,077	\$ 2,573,233	2.3%
Federal Funds Nonlimited	\$ 18,968,831	\$ 18,968,831	\$ 18,968,831	\$ -	0.0%
Federal Funds Debt Service Nonlimited	\$ 2	\$ 4,587,374	\$ 4,587,374	\$ 4,587,372	229,368,600.0%
Total	\$ 2,465,888,626	\$ 2,324,362,917	\$ 2,415,218,089	\$ (50,670,537)	(2.1%)

**Position Summary**

Authorized Positions	143	126	122	(21)
Full-time Equivalent (FTE) positions	124.30	118.52	115.24	(9.06)

**Summary of Revenue Changes**

General Fund - Approximately 80.2 percent of the Higher Education Coordinating Commission (HECC)'s budget is funded with General Fund. This includes most of the cost of agency operations, support for community colleges and public universities, the Opportunity Grant program, Oregon Promise, workforce and community initiatives and debt service.

Lottery Funds – Lottery Funds make up about 4.0 percent of HECC's budget and pay for debt service, Opportunity Grants and intercollegiate athletics through the Sports Lottery program. The Subcommittee's recommended budget includes a significant increase in Lottery Funds to implement Measure 99, the Outdoor Schools program.

Other Funds Limited – Limited Other Funds make up just over 1.3 percent of HECC’s budget. The Degree Authorization (DA), Private Careers Schools (PCS), and General Education Development (GED) programs are authorized to charge fees to authorize post-secondary institutions, license private career schools, and administer GED testing. Oregon Student Access and Completion administers nearly 500 different public and private scholarships. Administrative fees are charged to donors and granting agencies to cover the cost of operating the programs. Most of the Other Funds revenues supporting the Oregon Youth Conservation Corps (OYCC) come from the Amusement Device Tax on video lottery terminals. OYCC also receives grants from the Oregon Marine Board and other agencies.

Other Funds Unlimited - About 8.8 percent of HECC’s budget consists of expenditure authority to allow HECC to receive debt service payments from the public universities on general obligation bonds and Certificates of Participation that are repaid with institutional funds.

Federal Funds – Federal Funds (Limited and Unlimited) constitute about 5.7 percent of HECC’s budget. HECC receives a variety of federal grant funds under the Workforce Innovation and Opportunity Act. Grants include: Title IB that supports youth, adult and dislocated worker training programs through the state’s One Stop Centers; Title II funds adult basic education programs; and National Emergency Grants offers training and reemployment services to workers in areas facing large layoffs. Other federal grant programs include Carl D. Perkins Vocational and Technical Education Act funds transferred from the Oregon Department of Education, and Bureau of Land Management grants for youth employment opportunities through the Oregon Youth Conservation Corps. The Private Career Schools program operates a Veterans’ Education program under contract with the U.S. Veterans’ Administration.

### **Summary of Education Subcommittee Action**

HECC is responsible for coordinating between the state’s public universities, community colleges and workforce system in order to improve education access and achievement for Oregonians. HECC does this work through planning for the state’s public post-secondary education system, developing goals and accountability measures for the post-secondary system, implementing a finance model for higher education and approving and authorizing degrees for the public universities. The Subcommittee approved a budget of \$1,936,646,596 General Fund, \$96,641,057 Lottery Funds, \$2,415,218,089 total funds and 122 positions (115.24 FTE).

The Education Subcommittee did not address the department’s bond requests. The Joint Committee on Ways and Means Capital Construction Subcommittee is reviewing bond requests and will include any budget adjustments related to bond-supported programs in bond authorization bills and in the end-of-session bill.

### HECC Operations

The HECC Operations program includes the commission, agency management and operations and nearly all staff positions supporting various agency programs. It includes the following offices:

- The Director's Office is responsible for the overall administration of the agency and manages communications, legislative affairs, human resources, policy initiatives and other functions.
- Operations provides accounting, budget, procurement, payroll and information technology support for the agency.
- The Office of Community Colleges and Workforce Development provides coordination and resources for Oregon's 17 community colleges and workforce programs supporting the state's adult basic skills providers and local workforce areas.
- The Office of Research and Data collects, analyzes and reports research and data on postsecondary education to comply with state and federal reporting requirements and inform decisions on the postsecondary education enterprise.
- The Office of Student Access and Completion administers a variety of state, federal and privately funded financial aid programs, including the Oregon Opportunity Grant and the Oregon Promise.
- The Office of Private Post-Secondary Education oversees private postsecondary programs in Oregon and includes the Degree Authorization program, the Private Career Schools program and the Veterans Education program.
- The Office of University Coordination administers HECC's academic and fiscal responsibilities affecting the state's seven public universities.
- The ASPIRE (Access to Student Assistance Programs In Reach of Everyone) program helps middle and high school students access education and training beyond high school.

The Subcommittee recommended a budget of \$21,315,378 General Fund, \$44,197,205 total funds and 119 positions (112.24 FTE).

The Subcommittee approved Package 109, Infrastructure Positions. This package reclassifies three Administrative Specialist 2 positions to Program Analyst 2 positions subject to Article 81 review. Funding for one of the positions is shifted from General Fund to Other Funds. The package reduces General Fund by \$150,010 and increases Other Funds expenditure limitation by \$189,410.

Package 801, LFO Analyst Adjustments, was approved reducing General Fund by \$200,000 to account for higher vacancy savings attributed to the agency. The agency will need to manage their hiring process to meet this reduction and any further reduction in Personal Services costs included in the end-of-session bill.



The Subcommittee recommended approval of Package 802, Program Enhancements. This package increases General Fund by \$500,000 and adds one position (1.05 FTE) to reflect the transfer of the Talent Council into HECC, from the Employment Department. These responsibilities are transferred to the new State Workforce and Talent Development Board, which replaces the former Workforce Development Board in HECC. The position established is a Program Analyst 3. The agency may split some of the responsibilities of the position among existing part-time positions. The increase in General Fund also includes resources for a contract to develop a new strategic talent plan and for paying the closeout costs of the former Talent Council at the Oregon Employment Department.

Package 812, Vacant Position Elimination, eliminates \$746,041 General Fund, \$36,639 Other Funds expenditure limitation, \$188,209 Federal Funds expenditure limitation and five positions (4.33 FTE). These positions have been vacant for an extended period of time or have been identified by the agency as being able to be eliminated. The positions include four positions in the Workforce Programs, including an Office Specialist, Administrative Specialist and two Program Analysts. Also eliminated is an Educational Specialist in the GED Program.

#### Support to Community Colleges

This budget unit contains the Community College Support Fund (CCSF), as well as other state support for community college operations throughout the state. Other Funds and Federal Funds supporting the colleges are included in a separate program unit. The Subcommittee approved a budget of \$573,940,185 General Fund and \$45,810 Other Funds expenditure limitation and represents a 0.8 percent increase over the current service level. No positions or FTE are included in this unit.

Package 801, LFO Analyst Adjustments, was approved reducing General Fund resources by \$2,131,621 through a \$2,068,816 reduction for STEM related start-up funding for programs in high-demand fields added in the 2015 Legislative Session and through a 10.0 percent reduction, or \$62,605 General Fund, for the two Skills Centers. These Skills Centers are the Sabin-Schellenberg Professional Technical Center in Milwaukie and the Margaret Carter Skills Center at Portland Community College.

The Subcommittee approved Package 802, Program Enhancements, increasing General Fund by \$6,387,669 to increase general payments to community colleges through the Community College Support Fund, bringing the total funding for this program to \$570.3 million General Fund. This is the primary source of state General Fund resources for community colleges and should go to offset increases in tuition at the schools for the two school years of the 2017-19 biennium.

#### Public University Operations and Student Support

The Public University Support Fund represents the state's General Fund contribution to operation of Oregon's seven public universities' education, student support, research and public service programs. Combined with student tuition and other revenues not included in the state budget, the funds provide basic support to the educational institutions, their institutional boards, administration functions and student support services.

The Subcommittee approved a budget of \$736,898,583 General Fund, which is 6.3 percent above the 2017-19 Current Service Level. No positions or FTE are included in this unit.

The Subcommittee approved Package 801, LFO Analyst Adjustments, reducing General Fund by \$570,000 by eliminating funding for the Career Advising and Mentorship pilot project established by Senate Bill 860 (2015). This pilot project was limited to Western Oregon University and Oregon State University. The funding was primarily used for a position at each university to work closely with students, alumni and others to set up career mentoring for students using institutional alumni. The program is eliminated due to insufficient General Fund resources and this being a pilot program.

Package 802, Program Enhancements, increases General Fund by \$44,147,865 for general payments to public universities for operations and student support. This represents a 6.4 percent increase over current service level. The additional funds paid to public universities are to offset increases in tuition for the two school years of the 2017-19 biennium.

The \$736.9 million General Fund appropriated in this budget for the public university support fund is 10.4 percent greater than the amount proposed in the Governor's Recommended Budget, which the public universities have based their tuition increases on. Five of the seven public universities proposed increases greater than the five percent permitted, without the approval of the Higher Education Coordinating Commission (HECC). Data was presented to the Commission which demonstrated the reductions in resident undergraduate tuition rates, the five public universities planned to implement if additional resources were provided to the Public University Support Fund. Based on this information, the following budget note is recommended:

**Budget Note**

The following public universities will limit their resident undergraduate tuition increases in each academic year to the following amounts:

- Oregon Institute of Technology, 5.0%
- Portland State University, 5.5%
- Southern Oregon University, 9.0%
- University of Oregon, 6.56%
- Western Oregon University, 6.5%

For the second year of the biennium or the 2018-19 academic year, the expectation is that no public university's resident undergraduate tuition growth shall exceed five percent over the tuition rate for 2017-18 academic year.

Public University State Programs

This budget unit includes General Fund support for a variety of institutions, centers and programs operated by public universities who address economic development, natural resource and other issues rather than providing general support for instruction and student support services. Many of these programs have an industry-specific focus, matching state support with funds from private sector and other sources.

The Subcommittee approved a budget of \$39,726,110 General Fund, which is 0.5 percent above the 2017-19 Current Service Level. No positions or FTE are included in this unit.

The Subcommittee approved Package 802, Program Enhancements, increasing General Fund resources by \$194,096 to fund 13 different state programs located at various public universities. The final distributions of funds for 2017-19 are as follows:

- Engineering Technology Sustaining Funds, \$25,596,618
- Dispute Resolution, \$2,634,011
- Oregon Solutions, \$2,363,195
- OSU Fermentation Science, \$1,297,665
- Signature Research, \$1,089,319
- Labor Education Research Center, \$710,328
- OSU Ocean Vessel, \$648,833
- Population Research Center, \$455,705
- Institute of Natural Resources, \$417,797
- Clinical Legal Education, \$364,381
- Oregon Climate Change Research Institutes, \$327,490
- TallWood Design Institute, \$3,558,605
- PSU Profiling Study, \$262,162
- Total, \$39,726,110

Agriculture Experiment Station

This budget unit provides state General Fund support for Agricultural Experiment Stations. The stations, operated by Oregon State University conduct research and demonstrations in the agricultural, biological, social and environmental sciences. Research is conducted at a central station at Corvallis and at branch stations in major crop and climate areas of the state.

The Subcommittee approved a budget of \$66,088,861 General Fund, which is a 0.5 percent increase above the current service level. No positions or FTE are included in this unit.

The Subcommittee approved Package 802, Program Enhancements, which adds \$322,901 General Fund for the Agricultural Experiment Station.

Extension Service

This budget unit provides state General Fund support for the Extension Service. The Extension Service is the educational outreach arm of Oregon State University in its capacity as Oregon's land, sea, space and sun grant university. Extension faculty on campus and in county offices throughout the state work with researchers and volunteers to develop and deliver non-credit educational programs based on locally identified needs. Generally, counties provide office space and operating expenses, including support staff. Programs are delivered with the assistance of thousands of volunteers. The Extension Service budget also contains funding for Outdoor Schools, approved by the voters via Ballot Measure 99, in November 2016.

The Subcommittee approved a budget of \$71,717,403 total funds. No positions or FTE are included in this unit.

The Subcommittee approved Package 802, Program Enhancements. This package adds \$233,140 General Fund for the Extension Service over the Current Service Level (CSL) bringing total funding to \$47.7 million General Fund. The package also establishes \$24.0 million in Lottery Funds limitation for the Outdoor School program established by Ballot Measure 99 (2016). Funding at this level represents approximately 56 percent of the funding authorized in the language of the Ballot Measure. This lower level of funding will allow the program to be phased-in over its first two years. The Extension Service will provide funding for a five-day or equivalent program. This amount of funding is estimated to serve roughly 45 percent of the target population (5th and 6th graders) in the first school year, and roughly 65 percent in the second school year of the biennium. Administrative costs may be up to 15 percent for this first biennium of the program, although estimates provided by the Extension Service show they plan to spend less than the limit. The costs include programming, transportation, stipends or additional compensation for the classroom teacher and the administrative costs.

Forest Research Laboratory

This budget unit provides state General Fund support for the Forest Research Laboratory at Oregon State University. The Forest Research Laboratory conducts research on sustainable forest yields, use of forest products, and stewardship of Oregon's resources. This research is conducted in laboratories and forests administered by the university and cooperative agencies and industries throughout the state. Research

results are made available to potential users through educational programs and publications that are directed to forest landowners and managers, manufacturers and users of forest products, leaders of government and industry, the scientific community, the conservation community, and the general public. The Subcommittee approved a budget of \$10,224,041 General Fund. No positions or FTE are included in this unit.

Package 802, Program Enhancements, was approved increasing state General Fund resources for the Extension Service by \$49,953 over the current service level bringing total funding to \$10.2 million General Fund. This represents a 0.5 percent increase over Current Service Level.

#### OHSU Programs

This budget unit includes all direct state payments to the Oregon Health Sciences University (OHSU) supporting the university's education, rural programs, Poison Center and the Child Development and Rehabilitation Center. The state also contributes a significant amount of other funding to OHSU, mainly through funding health services for state employees and clients through the Oregon Health Plan. The current service level amounts for each of the programs in this budget unit are as follows: The Subcommittee approved a budget of \$77,277,432 General Fund. No positions or FTE are included in this unit.

Package 802, Program Enhancements, adds \$1,344,191 General Fund for the Scholars for Healthy Oregon program and \$268,838 General Fund for the Primary Health Care Loan Forgiveness program. House Bill 3396 (2015) established the Health Care Provider Incentive Fund to consolidate Oregon's Health care provider incentive programs, including these two from OHSU. In the development of the 2017-19 budget, it was assumed the two OHSU programs would transfer to the Oregon Health Authority (OHA) and the new Fund. The current service level (CSL) for this budget assumes that the transfer would take place January 1, 2018, so only 25 percent of the funding is included in the CSL. Awards are made before the beginning of the academic year (prior to the students' commitment), meaning the awards for the first school year are made prior to the transfer date. OHSU requires a full year of funding for the 2017-18 school year so this package adds \$1.6 million General Fund. Half of the budget for these two programs is in the OHSU budget and the other half will be in OHA's budget.

#### Student Assistance

This program includes funding for the Oregon Opportunity Grant, Oregon Promise and other state, federal and private sources of financial aid including:

- The Oregon Opportunity Grant program is the state's largest need based grant program. It is funded with General Fund and Lottery Funds from interest earnings on the state's Education Stability Fund, and expired JOBS Plus education awards. At the current level of funding, it provides \$2,250 for the 2016-17 academic year to students attending an Oregon-based post-secondary institution on a full-time basis. Awards are made to students with the greatest financial need.

- The Oregon Promise program provides grants for two-years of post-secondary education to new high school graduates and GED recipients who meet academic and residency qualifications and begin school within six months of receiving their secondary education credential. The program is not needs based. Students are required to pay a \$50 per term copayment.
- Student childcare grants are available to assist students enrolled in post-secondary education in paying for childcare costs. In the 2015-16 academic year, HECC made 85 grants averaging \$5,450 per grant.
- HECC administers over 500 private scholarships established by foundations, corporations, individuals and others and awarded on a variety of criteria including high school attended, school and community activities, academic interests and career goals. Students are able to submit a single on-line application for all grants for which they qualify.

The Subcommittee approved a budget of \$160,865,627 General Fund, \$20,746,268 Lottery Funds limitation and \$196,842,271 total funds, an 8.2 percent increase over the current service level. No positions or FTE are included in this unit.

The Subcommittee approved Package 106, Continue and Expand Oregon Promise, adding \$19,832,194 General Fund for the Oregon Promise Program. This brings the funding for the program to approximately \$39.7 million. The current service level has \$19.8 million given the statutory limit of \$10 million annually (the difference is the cost for program staffing). The \$39.7 million represented the original estimate for serving all three cohorts participating in the program during 2017-19. More recent estimates based on the actual number of participants in the first year of the program (2016-17 academic year) are approximately \$8.1 million higher.

Package 801 reduces General Fund by \$5.0 million for the Oregon Promise program, the amount assumed in the Co-Chairs' Framework budget. This change will require Legislation to either reduce the number of participants based on Earned Family Contribution (EFC), increase the co-pay, cap enrollment, or some combination thereof. This \$5.0 million reduction reduces the funding for the Oregon Promise program to \$34.7 million. Additional Legislation on Oregon Promise will be needed to remove the annual \$10 million cap on this program for the 2017-19 biennium and to make any policy changes to meet the final budgeted amount for the program.

Workforce and Other Special Payments

This unit contains Other Funds and Federal Funds limitation that are distributed to community colleges, local workforce service areas, and other local providers. These programs include:

- Federal Workforce Innovation and Opportunity Act (WIOA) Title IB provides job training and other services to help adults, youth, and dislocated workers succeed in finding and holding jobs.
- WIOA Title II that helps adults improve basic reading, writing, math, English language and critical thinking skills.

- WIOA National Emergency Grants that provide services to dislocated workers following layoffs exceeding 50 workers.
  - Other grants and programs, including federal Carl Perkins Technical and Applied Technology Act Funds transferred from the Department of Education.
- General Fund programs include Work Ready Communities and National Career Readiness Certificates, technical assistance to local workforce boards, identification and dissemination of best practices among local boards and Back to Work Oregon.

The Subcommittee recommended a budget of \$8,144,577 General Fund and \$127,702,489 total funds.

Package 070, Revenue Shortfalls, reduces \$20,445 Other Funds expenditure limitation to recognize a shortfall in Other Funds revenues for the workforce programs. This shortfall is primarily related to the PRISM system operated by the Oregon Employment Department and its interaction with the workforce programs.

The Subcommittee approved Package 801 reducing the workforce investment programs by \$849,400 General Fund. The reductions will be spread across the following programs:

- **Industry Sector Strategies** which are partnerships that focus on key strategic industries in each community.
- **Local Competitiveness Strategies** which are used to incentivize innovative strategies at the local workforce development board level. Particular emphasis is on youth and incumbent workers as well as those experiencing multi-generational poverty issues and living in rural communities.
- **Back to Work Oregon** which is a hire first On the Job Training (OJT) program run through the nine local workforce development boards. The program has a 1 to 1 federal match for every general funded OJT. Funds are used for wages and training for a short time (generally up to 8 weeks).

The Subcommittee also approved Package 802, Program Enhancements, adding \$500,000 General Fund to reflect the transfer of the Talent Council responsibilities from the Oregon Employment Department. These responsibilities are transferred to the new Workforce and Talent Development Board. These grants are to address urgent talent gaps, prepare students and current workers to be productive in priority occupations and deliver innovative and cost-effective education and training models. It is anticipated two to six grants will be made with this amount of funding. A related package is found in the HECC Operations area of the budget for staffing and related costs.

Oregon Youth Conservation Corps

The Oregon Youth Conservation Corps (OYCC) was established in 1987 for the purpose of providing education, training, and employment opportunities for disadvantaged and at-risk youth ages 16 to 25. OYCC's goals are to improve work skills, instill work ethics, and increase employability. Jobs are created through partnerships with public natural resource agencies. Amusement device taxes, federal Workforce Innovation and Opportunity Act Funds, public and private grants and agreements with state and federal natural resource agencies support OYCC programs. The Subcommittee recommended a budget of \$3,836,356 total funds and three positions (3.00 FTE) - no change from the current service level.

Sports Lottery

The revenue for this budget unit is the one percent of Lottery Funds deposited into the Department of Administration Services Economic Development Fund and is transferred to the Sports account to finance intercollegiate athletics and graduate student scholarships. Eighty-eight percent of the revenues deposited into the Sports Lottery Account are used to finance intercollegiate athletics. The remaining 12.0 percent are for graduate student scholarships and are not awarded on the basis of athletics. Of the athletic funds, 70.0 percent must be used for non-revenue producing sports and at least 50.0 percent must be used for women's athletics.

The Subcommittee approved a budget of \$8,240,000, which is the same as the 2015-17 Legislatively Approved Budget. No positions or FTE are included in this unit.

Package 801 reduces the Sports Lottery funding by \$4,072,245 the Lottery Funds expenditure limitation leaving it at the \$8.24 million level it was in 2015-17. The funds are to be distributed among the public universities in the same amounts distributed in the 2015-17 biennium.

- Eastern Oregon University           \$ 913,239
- Oregon Institute of Technology       \$ 913,239
- Oregon State University             \$1,030,000
- Portland State University           \$2,277,567
- Southern Oregon University         \$ 913,239
- University of Oregon                 \$1,030,000
- Western Oregon University         \$1,162,716



#### Public University Debt Service

This budget unit includes the cost of debt service on capital construction and information systems projects financed with bonds and Certificates of Participation (COPs). Debt service on Article XI-G bonds is paid with General Fund and public universities must at least match the state's share in the project; Article XI-Q bond's debt service is paid with General Fund; Lottery bonds debt service is paid with Lottery Funds. Payment of debt service on SELP loans, and COPs is split between General Fund and campus funds, depending on how each project was authorized. All debt service on Article XI-F (1) bonds is paid with campus funds. The Subcommittee approved a budget of \$161,731,988 General Fund, \$31,921,630 Lottery Funds and \$411,981,773 total funds. No positions or FTE are included in this unit.

Package 801 increases the Nonlimited Other Funds for the public universities by \$3,899,525, which is the estimated amount of increased payments made on the general obligation Article XI-F bonds. These bonds are sold for the benefit of public universities, but the debt service is paid by the public universities from their own revenues. State resources are only liable if the public university is unable to pay their debt service costs. Also included in this package, is the establishment of an Other Funds limitation for debt service of \$900,000. There have been earnings on Article XI-G and XI-Q general obligation bonds proceeds, which are generated as Other Funds, but can be used to offset General Fund debt service. There is a corresponding reduction in General Fund debt service of a similar amount in the end of session bill. Other adjustments to debt service may also be made for public universities in the end of session bill.

#### Community College Debt Service

Debt service on Article XI-G bonds and Lottery Bonds sold to finance community college capital projects are budgeted in this program unit. Debt service on Article XI-G bonds is paid with General Fund and require the college to match the state's proceeds with funds generated at the college level; Lottery bonds debt service is paid with Lottery Funds. The Subcommittee approved a budget of \$32,118,011 General Fund, \$11,733,159 Lottery Funds and \$44,401,170 total funds. No positions or FTE are included in this unit.

The Subcommittee approved Package 801 providing for an Other Funds expenditure limitation for debt service of \$550,000. There have been earnings on Article XI-G general obligation bond proceeds which are generated as Other Funds, but can be used to offset General Fund debt service for the community colleges. There is a corresponding reduction in General Fund debt service of a similar amount in the end of session bill. Other adjustments to debt service may also be made for community colleges in the end of session bill.

#### OHSU Debt Service

This program unit includes debt payments on Article XI-G bonds issued on behalf of OHSU, when it was a part of the Department of Higher Education prior to 1995. Debt service on other bonds issued to benefit OHSU capital projects, including the Knight Cancer Institute, the Opportunity Program and Article XI-F (1) legacy bonds, is included in the DAS budget.

The Subcommittee recommended a budget of \$598,400 General Fund, no change from the current service level.

Public University Capital Construction

This program unit includes state funding for capital projects for public universities. All projects funded with bond proceeds are budgeted as Other Funds, regardless of the type of bonds. Bond proceeds are provided to the universities under agreements signed by the universities, either as grants (Article XI-G, Article XI-Q, and Lottery bonds) or loans (Article XI-F (1) bonds) and are budgeted as Special Payments.

The recommendations of the Subcommittee do not address the department's bond requests. The Joint Committee on Ways and Means Capital Construction Subcommittee is reviewing bond and capital construction requests and will include any budget adjustments related to bond-supported programs in bond authorization bills and other bills later in the session.

Community College Capital Construction

This program unit includes state funding for capital projects for community colleges. All projects funded with bond proceeds are budgeted as Other Funds, regardless of the type of bonds. Bond proceeds are distributed under agreements signed by the colleges and are budgeted as Special Payments.

The Subcommittee recommended a budget of \$1,500,000 Other Funds limitation. The recommendations of the Subcommittee do not address the department's bond requests. The Joint Committee on Ways and Means Capital Construction Subcommittee is reviewing bond requests and will include any budget adjustments related to bond-supported programs in bond authorization bills and in the end-of-session bill.

The Subcommittee approved Package 801 extending the Other Funds expenditure limitation for a project at Linn Benton Community College (LBCC) approved for Lottery Bonds, during the 2015 Legislative Session (Senate Bill 5507). The project was the construction of the Advanced Transportation Center established to advance statewide transportation energy policy as well as to provide education and training of students at LBCC. The project is to include an automotive technician training center, a heavy transportation/diesel training center, an innovation center, an anaerobic digester for renewable gas production. The bonds were sold in April 2017 and this package will extend the limitation to the end of June 2019, which should be sufficient time to complete and closeout the project.

Summary of Performance Measure Action

See attached Legislatively Adopted 2017-19 Key Performance Measures form.

**DETAIL OF JOINT COMMITTEE ON WAYS AND MEANS ACTION**

Higher Education Coordinating Commission  
Patrick Heath - 503-378-3742

DESCRIPTION	GENERAL FUND	LOTTERY FUNDS	OTHER FUNDS		FEDERAL FUNDS		TOTAL ALL FUNDS	POS	FTE
			LIMITED	NONLIMITED	LIMITED	NONLIMITED			
2015-17 Legislatively Approved Budget at Dec 2016 *	\$ 1,784,486,354	\$ 62,406,155	\$ 32,874,714	\$ 455,219,726	\$ 111,932,844	\$ 18,968,833	\$ 2,465,888,626	143	124.30
2017-19 Current Service Level (CSL) **	\$ 1,872,512,821	\$ 76,713,302	\$ 27,739,047	\$ 209,147,256	\$ 114,694,286	\$ 23,556,205	\$ 2,324,362,917	126	118.52
<b>SUBCOMMITTEE ADJUSTMENTS (from CSL)</b>									
<b>SCR 101 - HECC Operations</b>									
Package 109: Infrastructure Positions									
Personal Services	\$ (150,010)	\$ -	\$ 189,410	\$ -	\$ -	\$ -	\$ 39,400	0	0.00
Package 801: LFO Analyst Adjustments									
Personal Services	\$ (200,000)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (200,000)	0	0.00
Package 802: Program Enhancements									
Personal Services	\$ 249,655	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 249,655	1	1.05
Services and Supplies	\$ 250,345	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 250,345		
Package 812: Vacant Position Elimination									
Personal Services	\$ (746,041)	\$ -	\$ (36,639)	\$ -	\$ (188,209)	\$ -	\$ (970,889)	(5)	(4.33)
<b>SCR 102 - Support to Community Colleges</b>									
Package 801: LFO Analyst Adjustments									
Special Payments	\$ (2,131,621)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (2,131,621)		
Package 802: Program Enhancements									
Special Payments	\$ 6,387,669	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 6,387,669		
<b>SCR 103 - Public University Operations and Student Support</b>									
Package 801: LFO Analyst Adjustments									
Special Payments	\$ (570,000)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (570,000)		
Package 802: Program Enhancements									
Special Payments	\$ 44,147,865	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 44,147,865		
<b>SCR 104 - Public University State Programs</b>									
Package 802: Program Enhancements									
Special Payments	\$ 194,096	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 194,096		
<b>SCR 105 - Agricultural Experiment Station</b>									
Package 802: Program Enhancements									
Special Payments	\$ 322,901	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 322,901		
<b>SCR 106 - Extension Service</b>									
Package 802: Program Enhancements									
Special Payments	\$ 233,140	\$ 24,000,000	\$ -	\$ -	\$ -	\$ -	\$ 24,233,140		
<b>SCR 107 - Forest Research Laboratory</b>									
Package 802: Program Enhancements									
Special Payments	\$ 49,953	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 49,953		

DESCRIPTION	GENERAL FUND	LOTTERY FUNDS		OTHER FUNDS			FEDERAL FUNDS		TOTAL ALL FUNDS	POS	FTE
		LIMITED	NONLIMITED	LIMITED	NONLIMITED	LIMITED	NONLIMITED				
<b>SCR 108 - OHSU Programs</b>											
Package 802: Program Enhancements	\$ 1,613,029	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,613,029		
Special Payments											
<b>SCR 109 - Student Assistance</b>											
Package 106: Continue and Expand Oregon Promise	\$ 19,832,194	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 19,832,194		
Special Payments (Dist. to Individuals)											
Package 801: LFO Analyst Adjustments	\$ (5,000,000)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (5,000,000)		
Special Payments											
<b>SCR 110 - Workforce and Other Payments</b>											
Package 070: Revenue Shortfalls	\$ -	\$ -	\$ -	(20,445)	\$ -	\$ -	\$ -	\$ -	\$ (20,445)		
Special Payments (Dist. to Community College Districts)											
Package 801: LFO Analyst Adjustments	\$ (849,400)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (849,400)		
Special Payments											
Package 802: Program Enhancements	\$ 500,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 500,000		
Special Payments											
<b>SCR 112 - Sports Lottery</b>											
Package 801: LFO Analyst Adjustments	\$ -	\$ (4,072,245)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (4,072,245)		
Special Payments											
<b>SCR 113 - Public University Debt Service</b>											
Package 801: LFO Analyst Adjustments	\$ -	\$ -	\$ 3,899,525	\$ 900,000	\$ -	\$ -	\$ -	\$ -	\$ 4,799,525		
Debt Service											
<b>SCR 114 - Community College Debt Service</b>											
Package 801: LFO Analyst Adjustments	\$ -	\$ -	\$ -	\$ 550,000	\$ -	\$ -	\$ -	\$ -	\$ 550,000		
Debt Service											
<b>SCR 117 - Community College Capital Construction</b>											
Package 803: Technical Adjustments	\$ -	\$ -	\$ 1,500,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,500,000		
Special Payments											
<b>TOTAL ADJUSTMENTS</b>	\$ 64,133,775	\$ 19,927,755	\$ 3,082,326	\$ 3,899,525	\$ (188,209)	\$ -	\$ -	\$ 90,855,172	\$ (4)	\$ (3.28)	
<b>SUBCOMMITTEE RECOMMENDATION *</b>	\$ 1,936,646,596	\$ 96,641,057	\$ 30,821,373	\$ 213,046,781	\$ 114,506,077	\$ 23,556,205	\$ 2,415,218,089	\$ 122	\$ 115.24		
% Change from 2015-17 Leg Approved Budget	8.5%	54.9%	(6.2%)	(53.2%)	2.3%	24.2%	(20.5%)	(7.3%)			
% Change from 2017-19 Current Service Level	3.4%	26.0%	11.1%	1.9%	(0.2%)	0.0%	(3.9%)	(2.8%)			

\*Excludes Capital Construction Expenditures

# Legislatively Approved 2017 - 2019 Key Performance Measures

Published: 7/11/2017 10:27:04 AM

Agency: Higher Education Coordinating Commission

**Mission Statement:**

The Higher Education Coordinating Commission seeks to: Broaden pathways to the goal of educational success beyond high school by achieving at least 40% of adult Oregonians earning a bachelor's degree or higher and at least 40% of adult Oregonians earning an associate's degree or post-secondary credential as their highest level of educational attainment by 2025 (see ORS 351.009 Mission of Education Beyond High School) Make the pathways accessible, affordable and supportive for students Steer the higher education enterprise Cheer the promotion of college completion and career readiness

Legislatively Approved KPMs	Metrics	Agency Request	Last Reported Result	Target 2018	Target 2019
1. Oregon High School Graduates Attending College - Percentage of Oregon students enrolled in college within 16 months of their 4-year high school cohort graduation date.		Approved	59.40%	66%	66%
2. Racial/Ethnic Differences Among Oregon High School Graduates Attending College - Percentage of Oregon students enrolled in college within 16 months of their 4-year high school cohort graduation date, disaggregated by race/ethnicity	American Indian or Alaskan Native	Approved	No Data	62.50%	66%
	b) Asian American		No Data	66%	66%
	c) Black or African American		No Data	66%	66%
	d) Hispanic or Latin/a/o		No Data	61.70%	66%
	e) Native Hawaiian or Pacific Islander		No Data	61.30%	66%
	f) White		No Data	65.20%	66%
3. College Credits Earned by K-12 Students - Amount of postsecondary credit per graduate awarded to K-12 students.		Approved	9.24%	9.50%	10%
3. Number of adult high school diplomas/GEDs earned - Number of people earning GEDs and adult high school diplomas in Oregon each year.		Approved	3,058	0	0
4. Developmental education pass rates - Percent of students enrolled in a developmental education math or writing course below the 100 level who successfully complete the course: Writing.	a) Writing	Approved	69.03%	69%	0%
	b) Math		64.60%	0%	0%
4. Oregon Educational Attainment - Percent of young Oregon adults with higher education degree or certificate		Approved	No Data	55%	56.90%
5. Community College Completion and Transfer Rate - Percentage of Oregon college students who complete an associate degree or certificate or who transfer to the university system within three years.		Approved	No Data	TBD	TBD
5. Success of developmental education students in college math and English - Percent of students enrolled in at least 6 credits who successfully complete college-level math or writing course within 24 months of enrolling in a corresponding community college math or writing developmental education course compared to the number of students enrolled in developmental education generally.	a) Math	Approved	22.80%	23%	0%
	b) English		43.90%	0%	0%
6. Number of community college students who have earned 15-29 college credits.		Approved	37,489	38,000	0

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Legislatively Approved KPIs	Metrics	Agency Request	Last Reported Result	Target 2018	Target 2019
6. Racial/Ethnic Differences for Community College Completion and Transfer Rate - Percentage of Oregon college students who complete an associate degree or certificate or who transfer to university system within three years by race/ethnicity.	American Indian or Alaska Native	Approved	No Data	TBD	TBD
	b) Asian American		No Data	TBD	TBD
	c) Black or African American		No Data	TBD	TBD
	d) Hispanic or Latina/o		No Data	TBD	TBD
	e) Native Hawaiian or Pacific Islander		No Data	TBD	TBD
	f) White		No Data	TBD	TBD
7. Number of community college students who have earned 30-44 college credits.		Approved	23,053	24,500	0
7. Public University Graduation Rate - Percentage of Oregon college students who complete a bachelor's degree within 6 years.		Approved	62.70%	63.50%	64%
8. Number of community college students who earn at least 45 college credits.		Approved	5,454	5,850	0
8. Racial/Ethnic Differences for Public University Graduation Rate - Percentage of Oregon public university students who complete a bachelor's degree within 6 years by race/ethnicity.	American Indian or Alaska Native	Approved	No Data	63.50%	64%
	b) Asian American		No Data	70%	73%
	c) Black or African American		No Data	63.50%	64%
	d) Hispanic or Latina/o		No Data	63.50%	64%
	e) Native Hawaiian or Pacific Islander		No Data	63.50%	64%
	f) White		No Data	65%	67%
9. Certificate and OTM Eamers - Number of certificates awarded and Oregon Transfer Modules (OTM) earned each academic year.		Approved	9,306	8,650	0
9. Unaffordability of postsecondary education - Percentage of resident enrolled students who are incurring unaffordable costs, adjusted with institutional aid		Approved	77.50%	74.50%	74%
10. Associate's Degrees - Number of associate's degrees completed each academic year.		Approved	12,869	12,000	12,000
10. Racial/Ethnic Differences in College Affordability - Percentage of resident enrolled students who are incurring unaffordable costs adjusted with institutional aid by race/ethnicity.	American Indian or Alaska Native	Approved	No Data	74.50%	74%
	b) Asian American		No Data	74.50%	74%
	c) Black or African American		No Data	74.50%	74%
	d) Hispanic or Latina/o		No Data	74.50%	74%
	e) Native Hawaiian or Pacific Islander		No Data	74.50%	74%
	f) White		No Data	74.50%	74%
11. Completion Ratio - Number of degrees, certificates completed, and transfer prior to completion per 100 credit-bearing FTE		Approved	40.20%	38%	0%
11. Earnings of Community College Completers - Median earnings of community college completers five years after completion.		Approved	\$34,358.31	\$35,745.00	\$36,460.00
12. Community college to university transfers - Number of students who transfer to any four-year institution each academic year.		Approved	27,125	26,750	26,750

Legislatively Approved KPIs	Metrics	Agency Request	Last Reported Result	Target 2018	Target 2019
12. Racial/Ethnic Differences in Earnings of Community College Completers Five Years After Completion - Median earnings of community college completers five years after completion by race/ethnicity.	American Indian and Alaska Native	Approved	No Data	\$35,745.00	\$36,460.00
	b) Asian American		No Data	\$35,745.00	\$36,460.00
	c) Black or African American		No Data	\$35,745.00	\$36,460.00
	d) Hispanic or Latina/o		No Data	\$35,745.00	\$36,460.00
	e) Native Hawaiian or Pacific Islander		No Data	\$35,745.00	\$36,460.00
	f) White		No Data	\$35,745.00	\$36,460.00
13. Earnings of bachelor's degree completers - Median earnings of graduates with bachelor's degrees five years after completion		Approved	No Data	\$42,145.00	\$42,997.00
13. Earnings of community college leavers - Median earnings of community college completers four quarters and five years after completion	a) 4 Quarters	Approved	\$16,437.87	\$0.00	\$0.00
	b) 5 Years		\$29,298.04	\$0.00	\$0.00
14. Racial/Ethnic Differences in Earnings of Bachelor's Degree Completers Five Years After Completion - Median earnings of graduates with bachelor's degrees, five years after completion by race/ethnicity.	American Indian or Alaska Native	Approved	No Data	\$42,154.00	\$42,997.00
	b) Asian American		No Data	\$42,154.00	\$42,997.00
	c) Black or African American		No Data	\$42,154.00	\$42,997.00
	d) Hispanic or Latina/o		No Data	\$42,154.00	\$42,997.00
	e) Native Hawaiian or Pacific Islander		No Data	\$42,154.00	\$42,997.00
	f) White		No Data	\$42,454.00	\$42,997.00
15. First-year retention rate - Percentage of Oregon public university students starting in a fall term and returning to an Oregon public university the following fall.		Approved	82.90%	83%	83%
15. Customer Service - Percent of customers rating their satisfaction with the agency's customer service as "good" or "excellent"; overall, timeliness, accuracy, helpfulness, expertise, availability of information.	Overall	Approved	61%	90%	90%
	Expertise		67%	90%	90%
	Helpfulness		70%	90%	90%
	Availability of Information		60%	90%	90%
	Timeliness		54%	90%	90%
16. Agency Best Practices - Percent of total best practices met by the Commission.		Approved	97%	100%	100%
17. Number of bachelor's degrees awarded each academic year - Number of bachelor's degrees awarded at Oregon public universities each academic year		Approved	16,712	16,850	16,850
18. Number of advanced degrees and graduate certificates awarded - Number of advanced degrees and graduate certificates awarded at Oregon public universities each academic year.		Approved	6,326	6,100	6,100
19. Bachelor's degrees awarded to community college transfers - Number of bachelor's degrees awarded to transfer students from Oregon community colleges each academic year		Approved	4,406	4,400	4,400
20. Graduation rate for non-traditional students - Graduation rate for newly admitted undergraduate students who are not first-time full-time freshman students (within six years of enrollment).		Approved	63.50%	63%	63%

Legislatively Approved KPMs	Metrics	Agency Request	Last Reported Result	Target 2018	Target 2019
21. Earnings of bachelor's degree completers - Median earnings of graduating students (BA/BS only) four quarters and five years after graduation.	4 quarters	Approved	\$20,611.00	TBD	TBD
	5 years	Approved	\$40,517.00	TBD	TBD
22. Percentage of resident enrolled students who are incurring unaffordable costs.		Approved	85.50%	TBD	TBD
24. University graduate debt - Average debt amount of Bachelor's graduates accompanied by percent of graduates who are borrowers.	a) Debt Amount	Approved	\$26,106.00	\$24,700.00	\$24,700.00
	b) Percentage of Students with Debt		\$62.00	\$60.00	\$60.00
25. Student loan default rates - Three-year official cohort student loan default rates	a) Public Universities	Approved	5.10%	6.40%	6.40%
	b) Public Community Colleges		21.40%	22.90%	22.90%
	c) Higher Education Institutions		14.10%	14.30%	14.30%
26. Average cost of attendance - Average cost of attendance for resident undergraduates minus grant aid as a percentage of median income.		Approved	27.40%	27.50%	27.50%
27. Tuition and fees - Average statewide tuition and fees minus grant aid and net assessed tuition and fees per resident, undergraduate FTE (colleges and universities).	a) Average statewide tuition and fees minus grant aid	Approved	\$3,141.00	\$0.00	\$0.00
	b) Net assessed tuition and fees per resident, undergraduate FTE		\$429.00	\$0.00	\$0.00

**LFO Recommendation:**

The Higher Education Coordinating Commission (HECC) has proposed a "makeover" of their KPMs. Since HECC is a relatively new agency it had just assumed using the various KPMs that it "inherited" from its predecessors including Oregon University System, Department of Community College and Workforce Development (COWD), and the Oregon Student Access Commission (OSAC). Now with a few years since it was established, the agency has brought forward a new set of KPMs replacing most of the 28 KPMs it had. HECC maintains six existing KPMs which measure percent of high school graduates attending college with 16 months of graduation, college credits earned by K-12 students, public university graduation rates, unaffordability of postsecondary education, and the standard customer services and best practices common to many state agencies. Many of the proposed new KPMs measure similar items or policies some of the KPM proposed for deletion, but are better in terms of data availability or measurement. HECC wanted to make sure progress toward equity was included for some of its KPMs. For example, the existing KPM #1 measuring the percentage of Oregon students enrolled in college within 16 months of graduation is paired with KPM #2 which further breaks the measure down by race/ethnicity. Similar pairings are made in community college completion and transfer rate, public university graduation rate, college affordability, and earning of recent completers at community colleges and public universities.

The new set of measures are generally more broad, but the agency is committed to annually or biennially preparing reports that will provide more detailed or "drilled down" measures related to one or more of the broader KPMs. Even though the KPM system is limited in allowing existing data to be included for proposed or new KPMs, the agency does have data for most of the new measures. This information is available from the agency.

LFO recommends the approval of this new set of KPMs. It should be noted that at least one of the agency's primary focus areas - workforce development -- is not included in the new set of KPMs. LFO recommends that HECC explore the potential for a KPM in this area and report back to the 2019 Legislature with any proposed KPMs for this area.

**SubCommittee Action:**

Accept the LFO recommendation.



**SB 256 A BUDGET REPORT and MEASURE SUMMARY**

**Carrier:** Rep. Meek

**Action Date:** 06/29/17

**Action:** Do Pass the A-Eng bill.

**House Vote**

**Yeas:** 10 - Gombert, Holvey, Huffman, Nathanson, Rayfield, Smith G, Smith Warner, Stark, Whisnant, Williamson

**Exc:** 1 - McLane

**Senate Vote**

**Yeas:** 12 - DeBoer, Devlin, Frederick, Girod, Hansell, Johnson, Manning Jr, Monroe, Roblan, Steiner Hayward, Thomsen, Winters

**Prepared By:** Patrick Heath, Department of Administrative Services

**Reviewed By:** Krista Dauenhauer, Legislative Fiscal Office

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**Higher Education Coordinating Commission  
2017-19**

This summary has not been adopted or officially endorsed by action of the committee.

SB 256 A

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**Budget Summary**

	2015-17 Legislatively Approved Budget	2017-19 Current Service Level	2017-19 Committee Recommendation	Committee Change from 2015-17 Leg. Approved	% Change
General Fund	\$ -	\$ -	\$ 190,000	\$ 190,000	100.0%
Total	\$ -	\$ -	\$ 190,000	\$ 190,000	100.0%

**Position Summary**

Authorized Positions	0	0	0
Full-time Equivalent (FTE) positions	0.00	0.00	0.00

**Summary of Revenue Changes**

The workload associated with implementing Senate Bill 256 will be funded from General Fund and will be passed through the budget of the Higher Education Coordinating Commission (HECC) to be distributed in the form of Special Payments to Portland State University.

**Summary of Transportation and Economic Development Subcommittee Action**

Senate Bill 256 establishes the 23-member Willamette Falls Locks Commission to advise state, local and regional government agencies on the Willamette Falls Locks. The bill appropriates \$190,000 General Fund in the 2017-19 biennium to HECC, which will be distributed in the form of Special Payments to Oregon Solutions at Portland State University (PSU). Of that amount, \$50,000 is designated for contracting costs with the Department of Justice, for legal services provided to the commission; the remaining \$140,000 is designated to PSU for staffing and other resource related costs. Oregon Solutions anticipates travel, meeting expenses and labor costs from the following positions: Senior Facilitator, Lead Facilitator, Project Associate and a Program Director.

Accounting responsibilities to HECC, as well as staffing costs associated with appointments to the commission, are anticipated to be minimal and absorbable within existing budgetary parameters for the following state agencies: Office of the Governor, Business Development Department, Legislative Assembly, Oregon Parks and Recreation Department and the Oregon Department of Transportation.

**HB 5006 A BUDGET REPORT and MEASURE SUMMARY**

**Carrier:** Rep. Nathanson

**Action Date:** 07/03/17

**Action:** Do pass with amendments. (Printed A-Eng.)

**House Vote**

**Yeas:** 7 - Gombert, Holvey, Huffman, Nathanson, Rayfield, Smith Warner, Williamson

**Nays:** 1 - McLane

**Exc:** 3 - Smith G, Stark, Whisnant

**Senate Vote**

**Yeas:** 11 - DeBoer, Devlin, Frederick, Girod, Hansell, Johnson, Manning Jr, Monroe, Roblan, Steiner Hayward, Winters

**Nays:** 1 - Thomsen

**Prepared By:** Laurie Byerly and Gregory Jolivet, Legislative Fiscal Office

**Reviewed By:** Paul Siebert, Legislative Fiscal Office

**Emergency Board**

**2017-19**

**Various Agencies**

**2015-17**

This summary has not been adopted or officially endorsed by action of the committee.

HB 5006 A

**HB 5006 A BUDGET REPORT and MEASURE SUMMARY**

**Carrier:** Rep. Nathanson

**Joint Committee On Ways and Means**

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**Action Date:** 07/03/17

**Action:** Do pass with amendments. (Printed A-Eng.)

**House Vote**

**Yeas:** 7 - Gombert, Holvey, Huffman, Nathanson, Rayfield, Smith Warner, Williamson,

**Nays:** 1 - McLane

**Exc:** 3 - Smith G, Stark, Whisnant

**Senate Vote**

**Yeas:** 11 - DeBoer, Devlin, Frederick, Girod, Hansell, Johnson, Manning Jr, Monroe, Roblan, Steiner Hayward, Winters

**Nays:** 1 - Thomsen

**Prepared By:** Laurie Byerly and Gregory Jolivet, Legislative Fiscal Office

**Reviewed By:** Paul Siebert, Legislative Fiscal Office

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**Emergency Board  
2017-19**

**Various Agencies  
2015-17**

This summary has not been adopted or officially endorsed by action of the committee.

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	2015-17 Legislatively Approved Budget	2017-19 Committee Recommendation	Committee Change
<b><u>Budget Summary*</u></b>			
<b><u>Emergency Board</u></b>			
General Fund - General Purpose	-	\$ 50,000,000	\$ 50,000,000
General Fund - Special Purpose Appropriations	-		
State Agencies for state employee compensation	-	\$ 100,000,000	\$ 100,000,000
State Agencies for non-state worker compensation	-	\$ 10,000,000	\$ 10,000,000
Reduction to HB 505 special purpose appropriation	-	\$ (600,000)	\$ (600,000)
<b><u>ADMINISTRATION PROGRAM AREA</u></b>			
<b><u>Department of Administrative Services</u></b>			
General Fund	-	\$ 9,091,000	\$ 9,091,000
General Fund Debt Service	-	\$ (4,962,907)	\$ (4,962,907)
Lottery Funds	-	\$ 180,000	\$ 180,000
Lottery Funds Debt Service	-	\$ (2,317,505)	\$ (2,317,505)
Other Funds	-	\$ 23,939,750	\$ 23,939,750
Other Funds Debt Service	-	\$ 1,080,828	\$ 1,080,828
<b><u>Advocacy Commissions Office</u></b>			
General Fund	-	\$ 10,471	\$ 10,471
<b><u>Employment Relations Board</u></b>			
General Fund	-	\$ (29,574)	\$ (29,574)
Other Funds	-	\$ (16,497)	\$ (16,497)
<b><u>Oregon Government Ethics Commission</u></b>			
Other Funds	-	\$ (28,614)	\$ (28,614)
<b><u>Office of the Governor</u></b>			
General Fund	-	\$ (525,236)	\$ (525,236)
Lottery Funds	-	\$ (138,447)	\$ (138,447)
Other Funds	-	\$ (110,630)	\$ (110,630)
<b><u>Oregon Liquor Control Commission</u></b>			
Other Funds	-	\$ (1,458,427)	\$ (1,458,427)

**Budget Summary\***

	<u>2015-17 Legislatively Approved Budget</u>	<u>2017-19 Committee Recommendation</u>	<u>Committee Change</u>
<b><u>Public Employees Retirement System,</u></b>			
Other Funds	-	\$ (2,508,616)	\$ (2,508,616)
<b><u>Racing Commission</u></b>			
Other Funds	-	\$ (89,929)	\$ (89,929)
<b><u>Department of Revenue</u></b>			
General Fund	-	\$ (5,581,902)	\$ (5,581,902)
General Fund Debt Service	-	\$ (6,870,670)	\$ (6,870,670)
Other Funds	-	\$ 7,676,661	\$ 7,676,661
<b><u>Secretary of State</u></b>			
General Fund	-	\$ (346,704)	\$ (346,704)
Other Funds	-	\$ (1,030,747)	\$ (1,030,747)
Federal Funds	-	\$ (472,720)	\$ (472,720)
<b><u>State Library</u></b>			
General Fund	-	\$ 128,123	\$ 128,123
Other Funds	-	\$ (137,871)	\$ (137,871)
Federal Funds	-	\$ (1,625)	\$ (1,625)
<b><u>State Treasurer</u></b>			
General Fund	-	\$ 1,013,497	\$ 1,013,497
Other Funds	-	\$ (1,557,357)	\$ (1,557,357)
<b><u>CONSUMER AND BUSINESS SERVICES PROGRAM AREA</u></b>			
<b><u>State Board of Accountancy</u></b>			
Other Funds	-	\$ (56,046)	\$ (56,046)
<b><u>Chiropractic Examiners Board</u></b>			
Other Funds	-	\$ (51,085)	\$ (51,085)

	2015-17 Legislatively Approved Budget	2017-19 Committee Recommendation	Committee Change
<b><u>Budget Summary*</u></b>			
<b><u>Consumer and Business Services</u></b>			
Other Funds	-	\$ (5,252,286)	\$ (5,252,286)
Federal Funds	-	\$ (475,260)	\$ (475,260)
<b><u>Construction Contractors Board</u></b>			
Other Funds	-	\$ (461,875)	\$ (461,875)
<b><u>Board of Dentistry</u></b>			
Other Funds	-	\$ (38,848)	\$ (38,848)
<b><u>Health Related Licensing Boards</u></b>			
Other Funds	-	\$ (83,199)	\$ (83,199)
<b><u>Bureau of Labor and Industries</u></b>			
General Fund	-	\$ (127,909)	\$ (127,909)
Other Funds	-	\$ (278,736)	\$ (278,736)
Federal Funds	-	\$ (960)	\$ (960)
<b><u>Licensed Professional Counselors and Therapists. Board of</u></b>			
Other Funds	-	\$ (24,871)	\$ (24,871)
<b><u>Licensed Social Workers, Board of</u></b>			
Other Funds	-	\$ (25,841)	\$ (25,841)
<b><u>Medical Board</u></b>			
Other Funds	-	\$ (345,981)	\$ (345,981)
<b><u>Board of Nursing</u></b>			
Other Funds	-	\$ (450,604)	\$ (450,604)
<b><u>Board of Pharmacy</u></b>			
Other Funds	-	\$ (261,147)	\$ (261,147)

**Budget Summary\***

	2015-17 Legislatively Approved Budget	2017-19 Committee Recommendation	Committee Change
<b><u>Psychologist Examiners Board</u></b>			
Other Funds	-	\$ (26,589)	\$ (26,589)
<b><u>Public Utility Commission</u></b>			
Other Funds	-	\$ (1,156,876)	\$ (1,156,876)
Federal Funds	-	\$ (6,858)	\$ (6,858)
<b><u>Real Estate Agency</u></b>			
Other Funds	-	\$ (276,826)	\$ (276,826)
<b><u>Tax Practitioners Board</u></b>			
Other Funds	-	\$ (18,835)	\$ (18,835)
<b><u>ECONOMIC AND COMMUNITY DEVELOPMENT PROGRAM AREA</u></b>			
<b><u>Oregon Business Development Department</u></b>			
General Fund	-	\$ 3,628,465	\$ 3,628,465
General Fund Debt Service	-	\$ (1,481,045)	\$ (1,481,045)
Lottery Funds	-	\$ (247,934)	\$ (247,934)
Lottery Funds Debt Service	-	\$ (1,410,613)	\$ (1,410,613)
Other Funds	-	\$ 151,174,323	\$ 151,174,323
Other Funds Nonlimited	-	\$ 30,000,000	\$ 30,000,000
Federal Funds	-	\$ (13,232)	\$ (13,232)
<b><u>Employment Department</u></b>			
Other Funds	-	\$ (3,490,798)	\$ (3,490,798)
Federal Funds	-	\$ (4,403,080)	\$ (4,403,080)
<b><u>Housing and Community Services Department</u></b>			
General Fund	-	\$ 21,433,916	\$ 21,433,916
General Fund Debt Service	-	\$ 2,640,239	\$ 2,640,239
Lottery Funds	-	\$ 350,000	\$ 350,000
Other Funds	-	\$ 25,972,449	\$ 25,972,449
Federal Funds	-	\$ (7,227,385)	\$ (7,227,385)



**Budget Summary\***

	<b>2015-17 Legislatively Approved Budget</b>	<b>2017-19 Committee Recommendation</b>	<b>Committee Change</b>
<b><u>Department of Veterans' Affairs</u></b>			
General Fund	-	\$ (136,724)	\$ (136,724)
Lottery Funds	-	\$ -	\$ -
Other Funds	-	\$ (140,617)	\$ (140,617)
Federal Funds	-	\$ -	\$ -
<b><u>EDUCATION PROGRAM AREA</u></b>			
<b><u>Department of Education</u></b>			
General Fund	-	\$ (1,685,086)	\$ (1,685,086)
General Fund Debt Service	-	\$ (1,587,898)	\$ (1,587,898)
Other Funds	-	\$ 270,433,393	\$ 270,433,393
Federal Funds	-	\$ (957,295)	\$ (957,295)
<b><u>State School Fund</u></b>			
General Fund	-	\$ (30,372,945)	\$ (30,372,945)
Lottery Funds	-	\$ 12,465,745	\$ 12,465,745
Other Funds	-	\$ 17,907,200	\$ 17,907,200
<b><u>Higher Education Coordinating Commission</u></b>			
General Fund	-	\$ 8,532,950	\$ 8,532,950
General Fund Debt Service	-	\$ (13,840,783)	\$ (13,840,783)
Lottery Funds Debt Service	-	\$ (73,975)	\$ (73,975)
Other Funds	-	\$ 6,614,787	\$ 6,614,787
Federal Funds	-	\$ (430,293)	\$ (430,293)
<b><u>Chief Education Office</u></b>			
General Fund	-	\$ (369,306)	\$ (369,306)
<b><u>Teacher Standards and Practices</u></b>			
Other Funds	-	\$ (214,668)	\$ (214,668)

**Budget Summary\***

	<u>2015-17 Legislatively Approved Budget</u>	<u>2017-19 Committee Recommendation</u>	<u>Committee Change</u>
<b><u>HUMAN SERVICES PROGRAM AREA</u></b>			
<b><u>Commission for the Blind</u></b>			
General Fund	-	(41,304)	(41,304)
Other Funds	-	(11,467)	(11,467)
Federal Funds	-	(157,969)	(157,969)
<b><u>Oregon Health Authority</u></b>			
General Fund	-	(59,956,387)	(59,956,387)
General Fund Debt Service	-	4,001	4,001
Lottery Funds	-	(4,617)	(4,617)
Other Funds	-	71,374,612	71,374,612
Federal Funds	-	(9,456,614)	(9,456,614)
<b><u>Department of Human Services</u></b>			
General Fund	-	(8,487,786)	(8,487,786)
General Fund Debt Service	-	10,521,010	10,521,010
Other Funds	-	45,175,634	45,175,634
Federal Funds	-	138,153,153	138,153,153
<b><u>Long Term Care Ombudsman</u></b>			
General Fund	-	(272,509)	(272,509)
Other Funds	-	(2,593)	(2,593)
<b><u>Psychiatric Security Review Board</u></b>			
General Fund	-	(33,233)	(33,233)
<b><u>JUDICIAL BRANCH</u></b>			
<b><u>Judicial Department</u></b>			
General Fund	-	(7,171,498)	(7,171,498)
General Fund Debt Service	-	(2,555,411)	(2,555,411)
Other Funds	-	195,971,790	195,971,790

**Budget Summary\***

**Commission on Judicial Fitness and Disability**

<u>2015-17 Legislatively Approved Budget</u>	<u>2017-19 Committee Recommendation</u>	<u>Committee Change</u>
-	\$ (577)	\$ (577)

**Public Defense Services Commission**

-	\$ 1,060,699	\$ 1,060,699
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**LEGISLATIVE BRANCH**

**Legislative Administration Committee**

-	\$ 4,109,449	\$ 4,109,449
-	\$ (445,481)	\$ (445,481)
-	\$ 239,358	\$ 239,358
-	\$ (28,305)	\$ (28,305)

**Legislative Assembly**

-	\$ (1,324,394)	\$ (1,324,394)
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**Legislative Commission on Indian Services**

-	\$ (1,750)	\$ (1,750)
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**Legislative Counsel**

-	\$ (232,754)	\$ (232,754)
-	\$ (59,154)	\$ (59,154)

**Legislative Fiscal Office**

-	\$ (183,583)	\$ (183,583)
-	\$ (124,420)	\$ (124,420)

**Legislative Revenue Office**

-	\$ (18,516)	\$ (18,516)
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**Legislative Policy and Research Office**

-	\$ (45,374)	\$ (45,374)
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**Budget Summary\***

<u>2015-17 Legislatively Approved Budget</u>	<u>2017-19 Committee Recommendation</u>	<u>Committee Change</u>
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**NATURAL RESOURCES PROGRAM AREA**

**State Department of Agriculture**

General Fund	\$	(1,066,655)	\$	(1,066,655)
Lottery Funds	\$	(231,617)	\$	(231,617)
Other Funds	\$	(2,054,053)	\$	(2,054,053)
Federal Funds	\$	(388,340)	\$	(388,340)

**Columbia River Gorge Commission**

General Fund	\$	24,081	\$	24,081
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**State Department of Energy**

Other Funds	\$	(538,561)	\$	(538,561)
Federal Funds	\$	(72,012)	\$	(72,012)

**Department of Environmental Quality**

General Fund	\$	(352,190)	\$	(352,190)
Lottery Funds	\$	(77,348)	\$	(77,348)
Other Funds	\$	(3,614,762)	\$	(3,614,762)
Federal Funds	\$	(461,243)	\$	(461,243)

**State Department of Fish and Wildlife**

General Fund	\$	182,646	\$	182,646
Lottery Funds	\$	(167,378)	\$	(167,378)
Other Funds	\$	(3,153,172)	\$	(3,153,172)
Federal Funds	\$	(3,058,576)	\$	(3,058,576)

**Department of Forestry**

General Fund	\$	(1,201,103)	\$	(1,201,103)
General Fund Debt Service	\$	(410,919)	\$	(410,919)
Lottery Funds Debt Service	\$	(5,594)	\$	(5,594)
Other Funds	\$	96,885,643	\$	96,885,643
Other Funds Debt Service	\$	79,996	\$	79,996
Federal Funds	\$	(495,371)	\$	(495,371)

**Budget Summary\***

		<b>2015-17 Legislatively Approved Budget</b>		<b>2017-19 Committee Recommendation</b>		<b>Committee Change</b>
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**Department of Geology and Mineral Industries**

General Fund	-	\$	(104,725)	\$	(104,725)
Other Funds	-	\$	(141,422)	\$	(141,422)
Federal Funds	-	\$	(65,496)	\$	(65,496)

**Department of Land Conservation and Development**

General Fund	-	\$	(395,929)	\$	(395,929)
Other Funds	-	\$	(1,373)	\$	(1,373)
Federal Funds	-	\$	(108,803)	\$	(108,803)

**Land Use Board of Appeals**

General Fund	-	\$	266	\$	266
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**Oregon Marine Board**

Other Funds	-	\$	(335,800)	\$	(335,800)
Federal Funds	-	\$	(1,373)	\$	(1,373)

**Department of Parks and Recreation**

Lottery Funds	-	\$	(1,881,005)	\$	(1,881,005)
Lottery Funds Debt Service	-	\$	(895,019)	\$	(895,019)
Other Funds	-	\$	3,232,341	\$	3,232,341
Federal Funds	-	\$	(7,925)	\$	(7,925)

**Department of State Lands**

General Fund	-	\$	5,000,000	\$	5,000,000
Other Funds	-	\$	11,149,657	\$	11,149,657
Federal Funds	-	\$	(3,183)	\$	(3,183)

**Water Resources Department**

General Fund	-	\$	(748,813)	\$	(748,813)
Lottery Funds Debt Service	-	\$	(2,078,875)	\$	(2,078,875)
Other Funds	-	\$	21,943,095	\$	21,943,095
Federal Funds	-	\$	-	\$	-

**Budget Summary\***

	<b>2015-17 Legislatively Approved Budget</b>	<b>2017-19 Committee Recommendation</b>	<b>Committee Change</b>

**Watershed Enhancement Board**

Lottery Funds	-	\$	(205,451)	\$	(205,451)
Federal Funds	-	\$	(1,136)	\$	(1,136)

**PUBLIC SAFETY PROGRAM AREA**

**Department of Corrections**

General Fund	-	\$	(23,762,896)	\$	(23,762,896)
General Fund Debt Service	-	\$	1,268,059	\$	1,268,059
Other Funds	-	\$	272,630	\$	272,630
Federal Funds	-	\$	(10,323)	\$	(10,323)

**Oregon Criminal Justice Commission**

General Fund	-	\$	(87,794)	\$	(87,794)
Other Funds	-	\$	(1,137)	\$	(1,137)
Federal Funds	-	\$	(3,503)	\$	(3,503)

**District Attorneys and their Deputies**

General Fund	-	\$	(23,359)	\$	(23,359)
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**Department of Justice**

General Fund	-	\$	(3,386,309)	\$	(3,386,309)
General Fund Debt Service	-	\$	3,235,629	\$	3,235,629
Other Funds	-	\$	15,825,892	\$	15,825,892
Federal Funds	-	\$	29,064,361	\$	29,064,361

**Oregon Military Department**

General Fund	-	\$	932,333	\$	932,333
General Fund Debt Service	-	\$	(802,765)	\$	(802,765)
Other Funds	-	\$	5,245,172	\$	5,245,172
Federal Funds	-	\$	(1,156,392)	\$	(1,156,392)

**Budget Summary\***

	2015-17 Legislatively Approved Budget	2017-19 Committee Recommendation	Committee Change
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**Oregon Board of Parole**

General Fund	-	\$	(340,944)	\$	(340,944)
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**Oregon State Police**

General Fund	-	\$	(2,667,382)	\$	(2,667,382)
Lottery Funds	-	\$	(240,268)	\$	(240,268)
Other Funds	-	\$	(26,542)	\$	(26,542)
Federal Funds	-	\$	(142,526)	\$	(142,526)

**Department of Public Safety Standards and Training**

Other Funds	-	\$	(1,183,157)	\$	(1,183,157)
Federal Funds	-	\$	464,466	\$	464,466

**Oregon Youth Authority**

General Fund	-	\$	(4,902,061)	\$	(4,902,061)
General Fund Debt Service	-	\$	1,925,787	\$	1,925,787
Other Funds	-	\$	567,980	\$	567,980
Federal Funds	-	\$	(218,984)	\$	(218,984)

**TRANSPORTATION PROGRAM AREA**

**Department of Aviation**

Other Funds	-	\$	(39,973)	\$	(39,973)
Federal Funds	-	\$	(1,538)	\$	(1,538)

**Department of Transportation**

General Fund	-	\$	(389,942)	\$	(389,942)
General Fund Debt Service	-	\$	(1,037,553)	\$	(1,037,553)
Lottery Funds Debt Service	-	\$	(6,039,258)	\$	(6,039,258)
Other Funds	-	\$	(1,415,838)	\$	(1,415,838)
Other Funds Debt Service	-	\$	10	\$	10
Federal Funds	-	\$	(227,030)	\$	(227,030)

**Budget Summary\***

	2015-17 Legislatively Approved Budget	2017-19 Committee Recommendation	Committee Change
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**2017-19 Budget Summary**

General Fund Total	-	\$	58,172,743	\$	58,172,743
General Fund Debt Service	-	\$	(14,400,707)	\$	(14,400,707)

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Lottery Funds Total	-	\$	9,801,680	\$	9,801,680
Lottery Funds Debt Service	-	\$	(12,820,839)	\$	(12,820,839)
Other Funds Total	-	\$	939,304,527	\$	939,304,527
Other Funds Debt Service	-	\$	1,132,529	\$	1,132,529
Other Funds Nonlimited	-	\$	30,000,000	\$	30,000,000
Federal Funds Total	-	\$	137,654,935	\$	137,654,935

\* Excludes Capital Construction

**2015-17 Supplemental Appropriations**

**Commission on Judicial Fitness and Disability**

General Fund	-	\$	35,000	\$	35,000
<b><u>Department of Transportation</u></b>					
Other Funds	-	\$	45,500,000	\$	45,500,000
Federal Funds	-	\$	8,100,000	\$	8,100,000

**2017-19 Position Summary**

**ADMINISTRATION PROGRAM AREA**

**Department of Administrative Services**

Authorized Positions	-	6
Full-time Equivalent (FTE) positions	-	6.00

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**Public Employees Retirement System**

Authorized Positions	-	1	1
Full-time Equivalent (FTE) positions	-	0.92	0.92

**Department of Revenue**

Authorized Positions	-	33	33
Full-time Equivalent (FTE) positions	-	9.00	9.00

**State Treasurer**

Authorized Positions	-	2	2
Full-time Equivalent (FTE) positions	-	2.34	2.34

**CONSUMER AND BUSINESS SERVICES PROGRAM AREA**

**Consumer and Business Services**

Authorized Positions	-	11	11
Full-time Equivalent (FTE) positions	-	9.68	9.68

**Bureau of Labor and Industries**

Authorized Positions	-	3	3
Full-time Equivalent (FTE) positions	-	2.50	2.50

**ECONOMIC AND COMMUNITY DEVELOPMENT PROGRAM AREA**

**Housing and Community Services Department**

Authorized Positions	-	3	3
Full-time Equivalent (FTE) positions	-	0.75	0.75

**2017-19 Position Summary**

	2015-17 Legislatively Approved Budget	2017-19 Committee Recommendation	Committee Change

**HUMAN SERVICES PROGRAM AREA**

**Oregon Health Authority**

Authorized Positions	-	63	63
Full-time Equivalent (FTE) positions	-	51.46	51.46

**Department of Human Services**

Authorized Positions	-	113	113
Full-time Equivalent (FTE) positions	-	74.33	74.33

**JUDICIAL BRANCH**

**Judicial Department**

Authorized Positions	-	4	4
Full-time Equivalent (FTE) positions	-	2.00	2.00

**NATURAL RESOURCES PROGRAM AREA**

**Oregon Department of Agriculture**

Authorized Positions	-	(1)	(1)
Full-time Equivalent (FTE) positions	-	(1.00)	(1.00)

**Department of Fish and Wildlife**

Authorized Positions	-	6	6
Full-time Equivalent (FTE) positions	-	5.33	5.33

**Department of Forestry**

Authorized Positions	-	4	4
Full-time Equivalent (FTE) positions	-	3.50	3.50

**Department of State Lands**

Authorized Positions	-	1	1
Full-time Equivalent (FTE) positions	-	1.00	1.00

**2017-19 Position Summary**

	2015-17 Legislatively Approved Budget	2017-19 Committee Recommendation	Committee Change
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**Water Resources Department**

Authorized Positions	-	1	1
Full-time Equivalent (FTE) positions	-	1.00	1.00

**PUBLIC SAFETY PROGRAM AREA**

**Department of Justice**

Authorized Positions	-	68	68
Full-time Equivalent (FTE) positions	-	54.99	54.99

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**Oregon Military Department**

Authorized Positions	2	2
Full-time Equivalent (FTE) positions	-	2.00

**Oregon State Police**

Authorized Positions	-	27
Full-time Equivalent (FTE) positions	-	25.32

**Summary of Revenue Changes**

The General Fund appropriations made in the bill are within resources available as projected in the May 2017 economic and revenue forecast by the Department of Administrative Services, Office of Economic Analysis, supplemented by transfers from various agency accounts to the General Fund for general governmental purposes as authorized in HB 3470, plus other actions to reduce state agency expenditures.

**Summary of Capital Construction Subcommittee Action**

HB 5006 appropriates General Fund to the Emergency Board for general purpose and targeted special purpose appropriations, and makes other adjustments to individual agency budgets and position authority as described below.

**Emergency Board**

The Emergency Board allocates General Fund and provides Lottery Funds, Other Funds, and Federal Funds expenditure limitation to state agencies for unanticipated needs in approved agency budgets when the Legislature is not in session. The Subcommittee appropriated \$50 million General Fund to the Emergency Board for general purposes.

HB 5006 makes two special purpose appropriations to the Emergency Board, totaling \$110 million General Fund; the bill also adjusts a special purpose appropriation already approved in a different bill:

- \$100 million General Fund for state employee compensation changes.
- \$10 million General Fund for allocation to state agencies for compensation changes driven by collective bargaining for workers who are not state employees.

- Reduces the special purpose appropriation made by SB 505 for costs associated with the requirement to record grand jury proceedings, by \$600,000 General Fund. The budget for the Judicial Department is increased by this amount.

If these special purpose appropriations are not allocated by the Emergency Board before December 1, 2018, any remaining funds become available to the Emergency Board for general purposes.

**Adjustments to Approved 2017-19 Agency Budgets**

**STATEWIDE ADJUSTMENTS**

Statewide adjustments reflect budget changes in multiple agencies based on reductions in Department of Administrative Services assessments and charges for services, Attorney General rates, certain services and supplies, and additional vacancy savings expected as a result of a hiring slowdown. Statewide adjustments also reflect net reductions to debt service realized through interest rate savings on bond sales and refunding of outstanding general obligation and lottery revenue bonds. Total savings are \$135.8 million General Fund, \$16.7 million Lottery Funds, \$105.5 million Other Funds, and \$35.6 million Federal Funds.

Specific adjustments include \$126 million total funds savings from implementing a hiring slowdown implemented across all three branches of government; \$25 million in General Fund and Lottery Funds savings from eliminating most inflation on services and supplies implemented across all three branches of government; \$9.3 million total funds from a 10% reduction to travel in Executive Branch agencies to implement the Governor’s previously announced cost containment effort; \$68 million total funds reduction from lower Department of Administrative Services assessments and service rates; and \$13 million total funds from lower Attorney General rates.

Section 145 of the budget bill reflects the changes, as described above, for each agency. These adjustments are not addressed in the individual agency narratives, although they are included in the table at the beginning of the budget report.

**ADMINISTRATION**

**Department of Administrative Services**

The Subcommittee approved various one-time General Fund appropriations to the Department of Administrative Services (DAS) for the following purposes:

- \$1,895,000 for disbursement to the Rogue River Valley Irrigation District for the Bradshaw Drop Irrigation Canal project to pipe over three miles of irrigation canal to conserve water and provide pressurized water to district patrons.
- \$1,836,000 for disbursement to the City of John Day to extend a fiber optic line along US 395 from US 20 to John Day.
- \$1,000,000 for disbursement to the JPR Foundation, Inc. for the Holly Theater restoration project in Medford.

- \$1,000,000 for disbursement to the Deschutes Rim Clinic Foundation for the Rim Health Clinic in Maupin to supplement capacity at the current facility.
- \$750,000 for disbursement to the City of Medford for improvements at Harry and David Baseball Park.
- \$500,000 for disbursement to the City of Mosier for a joint use facility, encompassing a city hall, main fire station, and multi-use community space to be built on land donated by Union Pacific Railroad.
- \$500,000 for disbursement to the Oregon Wine Board for marketing and increasing the market access of Oregon produced wine.
- \$420,000 for disbursement to the City of John Day for operations of a public safety answering point through the 2017-19 biennium.
- \$400,000 for disbursement to the Greater Portland YWCA for the Family Preservation Project.
- \$250,000 for disbursement to the Southern Oregon Veterans Benefit organization for construction of a replica of the Vietnam Memorial Traveling Wall.
- \$200,000 for disbursement to the Mid-Columbia Health Foundation for a hospital modernization and expansion project involving a regional rural community hospital in The Dalles that was built in 1859.
- \$50,000 for disbursement to the World of Speed organization as transition funding for the High School Automotive Career Technical Education program as the organization seeks other support for the program.
- \$50,000 for disbursement to the Family YMCA of Marion and Polk Counties for the YMCA Youth and Government program.
- \$50,000 for disbursement to the Bag and Baggage Productions, a professional theater located in Hillsboro, for its Cultural Innovation Project involving the purchase and installation of a 360 degree digitally immersive projection system.
- \$40,000 for disbursement to the Cities of Turner, Aumsville, and Salem, for use as flood mitigation planning match.

A total of \$28,177,202 Other Funds expenditure limitation was added by the Subcommittee for the one-time cost of issuance and special payments associated with the disbursement of proceeds from Lottery Bond sales; projects are detailed below and approved in SB 5530. Cost of issuance for these projects totals \$707,200. There is no debt service allocated in the 2017-19 biennium, as the bonds will not be sold until the spring of 2019. Total debt service on all the projects described below is estimated at a total of \$4,743,599 Lottery Funds for the 2017-19 biennium and \$47,153,969 over the life of the bonds.

- \$12,235,018 Other Funds for disbursement to the YMCA of Marion and Polk counties for construction of a new YMCA facility in Salem.
- \$6,125,396 Other Funds for disbursement to the Eugene Civic Alliance to redevelop the site of the former Civic Stadium into a community sports and recreation complex.
- \$2,050,587 Other Funds for disbursement to the Gresham Redevelopment Commission for the construction of an innovation and workforce training center in the Rockwood neighborhood in Gresham.
- \$2,050,587 Other Funds for disbursement to the Family Nurturing Center (Rogue Valley Children’s Relief Nursery) to purchase and rehabilitate affordable housing adjacent to the Center’s campus.
- \$1,042,655 Other Funds for disbursement to the Cascade AIDS Project for the acquisition and renovation of a primary care and mental health center for the lesbian, gay, bisexual, transgender, queer, and other minority gender identities and sexual orientation community.
- \$1,041,303 Other Funds for disbursement to the City of Independence for the Independence Landing Revitalization Project.

- \$1,041,303 Other Funds for disbursement to Klamath County for construction of the Klamath Youth Inspiration Program residential treatment center in Klamath Falls.
- \$1,041,303 Other Funds for disbursement to the City of Woodburn to develop a community center in Woodburn.
- \$784,922 Other Funds for disbursement to The Dalles Civic Auditorium Preservation Commission to continue reconstruction of The Dalles Civic Auditorium theater.
- \$764,128 Other Funds for disbursement to the City of Spray to construct a public safety and emergency services center, which includes fire protection and emergency medical services.

The Subcommittee approved two one-time increases to existing subsidy programs funded through the DAS budget: \$150,000 General Fund was added to the special payments made to the Oregon Historical Society, increasing its total state support in 2017-19 to \$900,000 General Fund. The Subcommittee also approved increasing the 2017-19 special payments to county fairs by \$180,000 Lottery Funds, which provides county fairs with a total of \$3,828,000 Lottery Funds in 2017-19.

To complete projects approved in SB 5506, the capital construction bill, the Subcommittee approved the establishment of five limited duration Project Manager 2 positions (5.00 FTE) and one limited duration Project Manager 3 position (1.00 FTE) within the DAS Planning and Construction Management program. This is position establishment authority only, as all position costs will be charged against project funding.

The Subcommittee approved \$1,080,818 in additional Other Funds Debt Service to support repayment of Article XI-Q General Obligation bond proceeds approved in SB 5505 for renovations at the Portland State Office Building, and an Other Funds expenditure limitation increase of \$214,000 for the cost of issuance of the bonds.

**Public Employees Retirement System**

An Other Funds expenditure limitation increase of \$209,443 was approved by the Subcommittee, which supports one permanent full-time Principal Executive Manager G (0.92 FTE) to serve as the agency's Chief Financial Officer, with the understanding that the agency competitively recruit for, and hire, a Certified Public Accountant for this position.

**Department of Revenue**

The Subcommittee approved funding for the final project phase to replace most of the agency's core information technology systems (Core Systems Replacement project). The final phase includes: Timber tax; electrical cooperative tax; rail car tax; gas and oil production tax; County Assessment Funding Assistance; Green Light; Non-profit homes; court fines and assessments; and revenue accounting. The scheduled implementation date is November 13, 2017.

The Subcommittee approved \$8,383,109 of Other Funds expenditure limitation and the establishment of 32 limited duration positions (8.00 FTE), which is to be mostly financed with Article XI-Q bonds approved in SB 5505 (\$4,781,944). Project revenues also include an estimated \$3,501,165 in bond proceeds that were authorized and issued during the 2015-17 biennium, but remained unexpended, and \$100,000 of state marijuana tax revenue. The Department of Administrative Services is directed to unschedule \$276,599 of Other Funds expenditure limitation associated with the Core Systems Replacement project, which may be rescheduled upon the approval of the Legislative Fiscal Office.

The Subcommittee appropriated \$1,000,000 General Fund for vendor contract maintenance costs to support the ongoing maintenance of the vendor product after installation and \$60,000 General Fund for non-bondable expenditures related to the project; these are one-time costs that should be phased out for 2019-21.

To support repayment of Article XI-Q General Obligation bond proceeds approved in SB 5505 for the project, the Subcommittee appropriated \$796,311 in additional General Fund Debt Service and added \$73,056 Other Funds expenditure limitation for the cost of issuance of the bonds.

The Subcommittee increased the General Fund appropriation by \$276,906 and Other Funds expenditure limitation by \$24,079 for one permanent full-time Principal Executive Manager F position (1.00 FTE) to restore funding for the agency's Finance Manager position, a long-term vacancy that was eliminated in SB 5535, with the understanding that the agency competitively recruit for, and fill, this position.

To balance available revenues with Other Funds expenditure limitation, the Subcommittee decreased Other Funds expenditure limitation by \$187,277 for services and supplies in the Property Tax Division.

The Subcommittee increased Other Funds expenditure limitation by \$244,058 for services and supplies in the Marijuana Program. Of the increase, \$200,000 is for a remodel of the cash transaction space in the Salem headquarters building. This will bring the total estimated project

costs to \$1.33 million, of which \$1 million will be funded during the 2017-19 biennium. This is a one-time expense. The remaining \$44,058 is for services and supplies approved by the Emergency Board in May of 2016.

**Oregon Advocacy Commissions Office**

To restore a reduction in services and supplies included in the budget bill for the Oregon Advocacy Commissions Office (SB 5501), the Subcommittee approved \$17,000 General Fund.

**State Library**

The Subcommittee approved a \$197,488 General Fund appropriation to restore a reduction to the Ready to Read Grant program included in the budget bill for the State Library (HB 5018). The Ready to Read Grant program provides grants to public libraries for early literacy services and summer reading programs.

**State Treasurer**

For the Oregon Retirement Savings Board, the Subcommittee increased General Fund by \$1,056,224 and established three permanent full-time positions (2.84 FTE) for additional implementation work. The positions are: one permanent full-time Operations and Policy Analyst 4 to serve as a Public Engagement Manager (1.00 FTE); one permanent full-time Operations and Policy Analyst 3 to serve as a Compliance Manager (0.92 FTE); and one permanent full-time Executive Support Special 1 (0.92 FTE). The Subcommittee abolished one permanent part-time Program Analyst 1 position, a long-term vacant position (-0.50 FTE). A General Fund appropriation is required to fund the Board's operating expenses until the Retirement Savings Plan Administrative Fund has sufficient revenue to support the Board. General Fund expenditures are to be repaid with future administrative fees.

**CONSUMER AND BUSINESS SERVICES**

**Department of Consumer and Business Services**

The Subcommittee approved an increase in Other Funds expenditure limitation of \$154,056 for the Department of Consumer and Business Services (DCBS), Division of Financial Regulation and authorized the establishment of a limited duration Operation and Policy Analyst 3 position (0.88 FTE). This position will support work required by the passage of HB 2391, which requires DCBS to establish a reinsurance program for individual and group health insurance policies. The position will assist existing staff at the agency with the additional rulemaking process required to establish the reinsurance program and with the application to the US Department of Health and Human Services for a 1332 waiver to implement the Oregon Reinsurance Program.

The Subcommittee approved an increase in Other Funds expenditure limitation of \$1,748,149 for the DCBS Building Codes Division and the establishment of 10 positions (8.80 FTE). Three of the positions, two Operations and Policy Analyst 3 and a Professional Engineer 2, are for building code development. These positions will provide policy and technical research, analysis, and subject matter expertise related to developing statewide standards, and provide support on special projects related to statewide consistency and uniformity within the building



code. Two Administrative Specialist 2 positions will support analysts, engineers, and subject matter experts in the process of statewide code development, and facilitate and coordinate on special projects, permit services, and project tracking. Two Plans Examiner 2 positions will provide technical expertise and support to special projects, by reviewing plans and specifications for those projects and providing additional support to operational programs in the Pendleton and Coos Bay field offices. One Structural and Mechanical Inspector, a Plumbing Inspector, and one Electrical Inspector will provide field support for site-built construction in the Pendleton and Coos Bay field offices.

**Bureau of Labor and Industries**

General Fund in the amount of \$413,787 is added to the budget of the Bureau of Labor and Industries for anticipated investigatory and enforcement provisions related to the passage of SB 828. The funding supports a permanent Civil Rights Field Representative (0.75 FTE), and a Permanent Compliance Specialist (0.75 FTE). In addition, funding to support a limited duration Training and Development Specialist 2 position (1.00 FTE) is also included; this position will develop notice materials for posting in the work place, and provide employer training opportunities on the new requirements.

**ECONOMIC AND COMMUNITY DEVELOPMENT**

**Oregon Business Development Department**

The Subcommittee established a one-time \$1,650,000 General Fund appropriation for the Arts Commission to distribute grants to the following cultural institutions in the following amounts:

- APANO Cultural Center - \$300,000
- Benton County Historical Society & Museum - Corvallis Museum - \$500,000
- Cottage Theatre Expansion - \$125,000
- High Desert Museum - By Hand Through Memory Exhibit - \$125,000
- Liberty Theatre Foundation - Theatre Restoration in La Grande - \$200,000
- Oregon Coast Council for the Arts - Newport Performing Arts Center - \$300,000
- Portland Institute of Contemporary Art - Capital Campaign NE Hancock \$100,000

The Subcommittee established a one-time \$2,000,000 General Fund appropriation for a grant to the Crescent Sanitary District to support a sewer system/wastewater treatment facility project. To supplement support for the Regional Accelerator Innovation Network (RAIN), the Subcommittee increased the one-time Lottery Funds expenditure limitation by \$500,000. With the expenditure increase in this bill, total support in the budget for RAIN will total \$1,000,000. The Subcommittee also established a one-time Other Funds expenditure limitation of \$3,000,000 to support operating and research expenses of the Oregon Manufacturing Innovation Center (OMIC). The source of these funds are moneys transferred from the Connect Oregon Fund in the Department of Transportation. With the expenditure increase in this bill, support in the Oregon Business Development Department budget for OMIC operations will total \$6.6 million of combined Lottery Funds and Other Funds expenditures.

The Subcommittee increased Other Funds expenditures for distribution of bond proceeds authorized in SB 5505 and SB 5530, and HB 2278 (2015 Session). These expenditures include expenditures for the following projects for the following amounts:

- Seismic Rehabilitation Grants - \$120 million total, including \$100 million for school facilities and \$20 million for emergency services facilities.
- Port of Coos Bay - Channel Deepening Project - \$15,000,000
- Oregon Manufacturing Innovation Center Roads - \$3,390,000
- City of Sweet Home - Wastewater Treatment Plant Upgrade - \$2,000,000
- Crescent Sanitary District Sewer System - \$3,000,000
- Portland Art Museum 0 Connection Campaign - \$1,000,000
- Eugene Ballet Company - Midtown Arts Center - \$700,000
- Friends of the Oregon Caves & Chateau - Balcony Restoration Project - \$750,000
- Regional Solutions - \$1

Regarding Regional Solutions, SB 5530 authorizes \$4 million of lottery bond proceeds for the Regional Infrastructure Fund for Regional Solutions projects. After the Department presents a funding request with identified Regional Solutions projects, the Legislature or Emergency Board will increase the Other Funds expenditure limitation to allow funding of the approved projects. The expenditure limitation applies solely to lottery bond proceeds received in the 2017-19 biennium. Proceeds from previously issued bonds that have been transferred to the Regional Infrastructure Fund, and any earnings in the Fund, are not subject to the \$1 expenditure limitation.

The Subcommittee also increased Nonlimited Other Funds expenditures by \$30 million for distribution of lottery bond proceeds authorized for the Special Public Works Fund. The \$30 million include \$20 million for adding capital to the base Fund, and \$10 million restricted to levee projects.

Other Funds expenditures are increased by a total of \$2,746,249 to pay costs of issuing the general obligation and lottery revenue bonds authorized for the above projects. Proceeds of bonds are used to finance these costs.

Finally, the General Fund appropriation for debt service is increased by \$2,836,985 to pay 2017-19 biennium debt service costs for approved Seismic Rehabilitation Grant bonds. This supports debt service costs for \$25 million of seismic school bonds, and \$10 million of seismic emergency services facility bonds, issued in spring 2018. The remaining seismic bonds, and all lottery bonds authorized for projects in this budget, will be issued in spring 2019, and related debt service will not be paid until the 2019-21 biennium.

**Housing and Community Services Department**

The Housing and Community Services Department budget is adjusted by the Subcommittee as follows:

Local Innovation and Fast Track (LIFT) housing program - Other Funds expenditure limitation is increased by \$1,090,000 attributable to the cost of issuance for \$80 million in Article XI-Q Bonds for affordable housing development; the housing developed with the bonds will be targeted to low income individuals and families. It is assumed that this investment will result in an additional 1,200 - 1,500 units of new housing, depending on economic factors and the extent to which the program is modified (specifically, to include single family home ownership). Expenditure limitation for a period of six years for the project amount (\$80 million) is in SB 5506. Administration of the \$80 million in additional bond proceeds drives the need for additional expenditure limitation and General Fund support in the 2017-19 biennium, as follows: Two limited duration Loan Specialist positions (0.75 FTE) and two permanent Compliance Specialist positions (1.00 FTE) are authorized to add appropriate underwriting and project monitoring for affordable housing units developed through the LIFT housing program, as authorized by the 2017 Legislative Assembly. The compliance specialist positions are funded through fees charged to the projects, while the loan specialists are supported by General Fund. Finally, General Fund of \$3.4 million is appropriated for debt service, assuming half of the total authorized amount (\$40 million) is issued in the spring of 2018.

Preservation of Affordable Housing - Other Funds expenditure limitation in the amount of \$25,395,235 is included to enable the Housing and Community Services Department (HCSD) to expend lottery bond proceeds for preservation of affordable housing. Of this amount, \$25 million is attributable to project costs, and \$395,235 is related to cost of issuance. Eligible projects for which these funds can be expended will be defined by HCSD and include activities such as: multi-family rental properties where at least 25% of the units are subsidized by a project-based rental assistance contract through the USDA Rural Development or the US Department of Housing and Urban Development; existing manufactured housing communities and affordable housing units to be acquired by a mission-based non-profit organization, resident cooperative, tenants' association, housing authority, or local government; existing multifamily projects with affordability restrictions in need of rehabilitation and contract renewal; and public housing projects undergoing a preservation transaction which involves a comprehensive recapitalization and which will secure ongoing rental subsidies.

Oregon Foreclosure Avoidance Program - General Fund of \$1.3 million is included for the program. This 2017-19 funding is intended to be the final installment for the program, with the expectation that HCSD will cease administration and payment reimbursement by June 30, 2019, or the time at which funds are fully expended, whichever comes first.

Emergency Housing Account and State Homeless Assistance Program - An additional \$13,200,000 General Fund is added to the Emergency Housing Account (EHA) program, and an additional \$6,800,000 General Fund is included for the State Homeless Assistance Program (SHAP). These are one-time enhancements that bring the total 2017-19 budget for EHA to \$27,893,832 (a 93% increase over the 2015-17 legislatively approved budget) and SHAP to \$12,226,228 (a 129% increase over the 2015-17 legislatively approved budget). Oregon Commission for Voluntary Action and Service - Federal Funds expenditure limitation is reduced by \$7.1 million and one position (1.00 FTE) to reflect funding associated with transfer of administration of the Commission from HCSD to the Office of the Governor. The statutory changes to accomplish the transfer of the program are included in HB 3470.

Measure 96 Lottery Funds Allocation - Lottery Funds expenditure limitation, attributable to the 2016 passage of Measure 98, in the amount of \$350,000 is added for emergency housing assistance to veterans, as provided through the Emergency Housing Account program. The funds are allocated to the Department in SB 140. A budget note in HB 5012 (the HCSD budget bill) directs HCSD and the Department of Veterans' Affairs to report back to the Joint Committee on Ways and Means in February 2018 with advice on strategic investments of available funds that will result in long-term housing stability for veterans.

**Oregon Department of Veterans' Affairs**

The Subcommittee approved increasing Other Funds expenditure limitation by \$310,000 for costs of issuance on Article XI-Q general obligation bonds authorized in SB 5505 for a parking lot at the Lebanon Veterans' Home, an educational and daycare facility at The Dalles Veterans' Home, and a new veterans' home in Roseburg. Costs of issuance will be paid with bond proceeds. Bonds are scheduled to be sold in spring 2019, with debt service of \$2.2 million General Fund in the 2019-21 biennium.

Due to the shortage of nurses and medical technicians in the City of Roseburg and Douglas County that would be required to staff the approved Veterans' Home, the Subcommittee adopted the following budget note:

**Budget Note:**

The Oregon Department of Veterans' Affairs, in collaboration with the Oregon Health Authority and the Oregon State Board of Nursing, is directed to convene a rural medical training facilities workgroup that will investigate issues related to alleviating a shortage of skilled and experienced nurses and medical technicians in the City of Roseburg and in Douglas County. Representatives from the City of Roseburg, Douglas County, local hospital or medical facilities, including the Roseburg VA Medical Center, and local medical practitioners with experience in training nursing and medical technician students should be included in the workgroup membership. The workgroup should consider issues related to establishing a medical training facility in partnership with local academic programs and methods of reintegrating veterans who are transitioning out of military service into society through higher education and career training. The Department shall report the results of the workgroup and recommendations to the Legislature by September 15, 2018.

**EDUCATION**

**State School Fund**

The Subcommittee approved a decrease of \$30,372,945 General Fund and an increase of \$12,465,745 Lottery Funds for the State School Fund, which reflects the balancing of available Lottery Funds across the entire state budget. In addition, Other Funds expenditure limitation was increased by \$17,907,200 to account for the total amount of Marijuana revenues dedicated to the State School Fund. Overall, the net change to the State School Fund is zero from the \$8.2 billion included in SB 5517, the State School Fund budget bill.

### **Department of Education**

The Subcommittee approved \$480,517 General Fund for debt service on Article XI-Q bonds sold for deferred maintenance projects at the Oregon School for the Deaf. The bond proceeds will be used to address long standing deferred maintenance issues including replacement or repair of roofs (\$2.5 million) and various improvements (\$1.8 million) to address accessibility issues at the facility necessary to comply with the Americans with Disabilities Act (ADA). For the sale of Article XI-P bonds for the Oregon School Capital Improvement Matching program, \$100 million Other Funds expenditure limitation is included. The XI-P bonds will be sold later in the biennium, so no debt service is required. For both the sale of XI-Q bonds for the Oregon School for the Deaf and the Article XI-P bonds for school district facilities, an increase of \$1,052,442 in Other Funds expenditure limitation is included for the issuance costs of the bonds.

An Other Funds expenditure limitation of \$170.0 million is included for payments to school districts under Ballot Measure 98. A \$170 million General Fund appropriation was made in SB 5516, the budget bill for the Oregon Department of Education, but payments out of the new High School Graduation and College and Career Readiness Fund must be budgeted as an Other Funds expenditure under the language of Ballot Measure 98 and for accounting practices.

### **Higher Education Coordinating Commission**

The Subcommittee approved an increase of \$6,831,534 in Other Funds expenditure limitation for the Higher Education Coordinating Commission (HECC) for the issuance costs of general obligation bonds sold for public universities and community colleges. These include both Article XI-G and XI-Q bonds for the seven public universities and Article XI-G bonds for community colleges.

A General Fund appropriation of \$1.2 million was approved for a one-time grant to Eastern Oregon University for the construction of a new dedicated technology infrastructure equipment facility. This facility will be the campus hub for communications and network infrastructure. Also approved was \$490,000 General Fund for a one-time grant to Oregon State University for the renovation of the Graduate and Research Center at the Cascades Campus in Bend. This will create office space for teaching and research at the campus as it offers new programs and courses.

An additional \$5.3 million General Fund was approved for the Oregon Promise program which provides financial assistance to recent high school graduates with tuition waivers or subsidies at a community college. The increase, along with \$34.7 million General Fund included in the HECC budget bill (SB 5524), brings 2017-19 funding for this program to \$40 million General Fund. At this funding level, the Commission will need to implement policies limiting participation, including restricting program eligibility based on Earned Family Contribution. The intent is to “grandfather” in the first year’s students who started in the program during the 2016-17 academic year under the former requirements and implement any changes for those students who start during or after the fall quarter of the 2017-18 academic year. SB 1032 will include authority for HECC to limit the number of Oregon Promise participants by setting a maximum Earned Family Contribution for program eligibility.

The Subcommittee also approved a budget note related to community colleges:

**Budget Note:**

The Higher Education Coordinating Commission shall convene a workgroup to develop recommendations for enabling community colleges to offer an associate's degree that is completed in coordination with credits earned in registered apprenticeship or training programs that are at least four years long. The commission shall report their findings and recommendations to the appropriate legislative interim committee.

For College Possible, the Subcommittee approved a one-time \$350,000 General Fund appropriation to HECC for a one-time grant to the organization. This program provides mentoring, coaching, and other assistance to low income students to encourage them to go to college and help them apply for college and financial aid.

One-time funding for two Agricultural Experiment Station positions are added in this bill. One is located at the Hermiston Agricultural Research and Extension Center for potato research and one is at the North Willamette Research and Extension Center. The costs are \$260,000 and \$120,000 General Fund, respectively. Funding for the Renewable Energy Center at the Oregon Institute of Technology was approved in the amount of \$500,000 General Fund.

The Subcommittee approved one-time funding for two projects through Oregon State University resulting, in part, from the work of the Oregon Shellfish Task Force. The first is \$570,000 General Fund for the Molluscan Broodstock program at the Hatfield Marine Science Center in conjunction with the Whiskey Creek Shellfish Hatchery. The second project is \$280,000 General Fund for monitoring the effects of ocean acidification and conducting ocean acidification research at the Whiskey Creek Shellfish Hatchery.

**HUMAN SERVICES**

**Oregon Health Authority**

HB 5006 includes \$10,000,000 General Fund for costs related to treating Hepatitis C - Stage 2 for members of the Oregon Health Plan (OHP). Coverage is already included for Stages 3 and 4. It is estimated that roughly 3,200 OHP members have Hepatitis C at Stage 2, and if all these members pursue treatment, the 2017-19 estimated cost is about \$21.6 million General Fund. The agency will include data on current treatment patterns and costs in its first 2017-19 rebalance, and may need to request additional funding during the 2018 legislative session. A portion of this funding is expected to be one-time, as the existing OHP population is treated and only new cases will need treatment in the following biennium.

The Subcommittee approved \$200,000 General Fund for providing fresh Oregon-grown fruits, vegetables, and cut herbs from farmers' markets and roadside stands to eligible low-income seniors under the Senior Farm Direct Nutrition Program. Another \$1,000,000 General Fund was added for the same purpose for eligible individuals through the Women, Infants and Children Program. Both program enhancements are one-time.

Additional one-time Tobacco Master Settlement Agreement (TMSA) resources of \$63,250,000 are available because of a series of legal settlements. Other Funds expenditure limitation is increased for OHP by \$63,250,000, and General Fund is reduced by a like amount. Other TMSA resources in the OHP budget include funding that had previously been used for tobacco prevention and cessation programs. The Subcommittee approved the following budget note:

**Budget Note:**

The Oregon Health Authority, in collaboration with the Tobacco Reduction Advisory Committee, shall make recommendations to the Public Health Advisory Board on reductions to the Tobacco Prevention and Education Program, based on the loss of Tobacco Master Settlement Agreement (TMSA) funding, that reflects best practices for tobacco control, to minimize programmatic disruption. The Oregon Health Authority shall report to the Legislature the impact of the loss of TMSA funding to tobacco prevention in Oregon, across state and local programs, health communications, tobacco cessation, and data and evaluation.

In order to balance to the final revenue forecast, an additional \$375,000 of recreational marijuana proceeds are expected to be distributed to the Oregon Health Authority (OHA) for alcohol and drug prevention and treatment programs. Other Funds expenditure limitation is increased by \$375,000 and General Fund is reduced by that same amount.

HB 5006 reduces General Fund by \$401,413 for the Oregon State Hospital, and reduces one FTE. SB 65 consolidates all persons found guilty except for insanity of a felony and committed to the Oregon State Hospital, under the jurisdiction of the Psychiatric Security Review Board. As a result, the State Hospital Review Panel (SHRP) will no longer be needed after June 30, 2018. The Subcommittee approved \$3,226,060 General Fund for rural provider incentive programs. This is funding that was mistakenly taken out of the current service level at Governor's Budget.

HB 5006 increases General Fund by \$10,000 to make the necessary changes to the Medicaid Management Information System (MMIS) to ensure that children who are placed in substitute care are enrolled in a coordinated care organization (CCO). This would apply to children in the legal custody of the Department of Human Services, and eligible for medical assistance. The new MMIS coding would allow a child who changes placement to remain in the original CCO until the transition of the child's care to another CCO has been completed.

The bill includes \$196,111 Other Funds expenditure limitation and one position (0.75 FTE) to implement HB 3440, which will open up the Prescription Drug Monitoring Program to out-of-state practitioners. This will create additional workload as the program will need to implement and manage a process of auditing out-of-state users' credentials and use of the system.

To support the ongoing DHS effort to develop and implement an integrated eligibility system, now called the ONE Integrated Eligibility and Medicaid Eligibility (ONE IE & ME), the Subcommittee approved \$322,233 General Fund, \$13,595,873 Other Funds expenditure limitation, \$1,306,605 Federal Funds expenditure limitation, and 62 positions (51.71 FTE); 41 of the positions are limited duration. The 21 permanent positions are associated with a core need for legacy system integration, as well as system maintenance and operations.

### **Department of Human Services**

The Subcommittee approved \$1,300,000 General Fund, on a one-time basis, to increase funding for the Oregon Hunger Response Fund, which is a 26.2% increase from the 2015-17 funding level. This additional support will help the Oregon Food Bank, through its 20 regional food banks, acquire and distribute a higher volume of food to over 950 local agencies.

Another adjustment in the Self Sufficiency program is a change to a budget reduction included in SB 5526, the primary budget bill for the Department of Human Services (DHS). Instead of a \$3.4 million General Fund reduction in the Temporary Assistance for Needy Families (TANF) program, which affected households with a Non-Needy Caretaker Relative, the Subcommittee decreased funding in the Employment Related Day Care program by \$3.4 million General Fund, which reduces the caseload by about 200 cases.

Regarding TANF, the DHS budget approved in SB 5526, assumes \$22.2 million in General Fund cost avoidance related to program restrictions that have been in place since the 2009-11 biennium; this requires statutory date changes that are included in HB 3470. In addition, \$60.0 million General Fund in TANF program caseload savings was used to help balance the agency-wide budget. These savings were due to the projected 2017-19 caseload decreasing by more than 3,000 families between the fall 2016 and spring 2017 caseload forecasts. The Subcommittee noted that, ideally, TANF savings would be retained within the TANF program to help improve services to families and client outcomes. To help institute this practice, the Subcommittee approved the budget note set out below.

#### **Budget Note:**

During the 2017-19 biennium, after each biannual caseload forecast, the Department of Human Services is directed to calculate any General Fund or Federal Funds savings resulting from a decrease in the TANF caseload below the level assumed in the 2017-19 legislatively adopted budget. As part of its first rebalance report to or request of the Legislature following that calculation, the agency will present a proposal for directing any savings to either increase the TANF grant amount or invest in the JOBS program.

For the Intellectual and Developmental Disabilities (IDD) program, the Subcommittee discussed the need to ensure individuals with IDD receive information about all service setting options. Accordingly, DHS is directed to present to all adults with IDD the option to receive in-home services as described in ORS 427.101(3)b. The Subcommittee also approved the following budget note related to IDD group homes:

#### **Budget Note:**

The Department of Human Services will convene a workgroup to review rules and statutes regarding substantiated abuse findings, fines, and enforcement for Intellectual and Developmental Disability (IDD) group homes. The workgroup shall include representation from IDD providers, clients served in the IDD system, employees working in IDD group homes, and other stakeholders. The workgroup shall report their findings and recommended statutory changes to the appropriate legislative interim policy committees no later than February 1, 2018. The workgroup shall discuss and report on:

- Recommendations for rule or statutory changes to abuse definitions and substantiated abuse findings.



- A review of current enforcement statutes and recommended changes that result in consistent applications of fines across the IDD group home system.
- Recommendations for mandatory minimum fines for substantiated abuse.

The Subcommittee approved funding for the continued development and implementation of an integrated eligibility system, now called the ONE Integrated Eligibility and Medicaid Eligibility (ONE IE & ME) project. This effort will integrate eligibility determinations for DHS programs; Non-MAGI Medicaid, Supplemental Nutrition Assistance Program (SNAP), Temporary Assistance for Needy Families (TANF), and Employment Related Day Care (ERDC); into the OregonONEEligibility (ONE) system used by OHA.

While a 2017-19 funding request was always expected, the 2017-19 cost estimate for the project has increased over the budget development timeframe; the current project estimate and approved amount for 2017-19 is \$203,272,716 total funds. (The former estimate for 2017-19 spending was \$132.0 million total funds). This budget includes: state staff costs of \$42.3 million; \$128.2 million for contracted information technology services; \$21.0 million for software costs and hosting charges; \$2.2 million for training; and \$9.5 million for debt service. Cost allocation, contingencies, legacy system integration work, and payments to OHA for its project work are accounted for in these estimates. The state staffing component consists of 113 positions (74.33 FTE) and primarily supports business analytics and training activities; 88 positions (50.83 FTE) are limited duration.

The bulk of the project budget, at \$146.3 million or 72% of 2017-19 costs, is supported by Federal Funds; this is due to enhanced federal funding for the project. Some of that higher match expires on December 31, 2018, but the Medicaid portion at a 90% federal/10% state share does not have a set end date. The current project timeline and updated budget estimates account for these match rates. General Fund supports \$11.5 million of project costs and debt service; the bulk of the state share will be covered by \$45.0 million in proceeds from Article XI-Q bonds.

In SB 5505, the Joint Ways and Means Subcommittee on Capital Construction approved \$34,045,000 Article XI-Q bonds to finance \$33,523,000 of project costs and \$522,000 for costs of issuing the bonds. The Subcommittee also approved additional funding of \$11,477,000 for this project through the repurposing of bond proceeds originally issued for the Oregon Military Department (OMD).

The Joint Legislative Committee on Information Management and Technology (JLCIMT) reviewed the project on May 25, 2017, and recommended incremental, conditional approval of the project and set out detailed next steps in its recommendation, which was adopted. In addition to completion of 26 specific actions, the recommendation requires a minimum of two progress reports to JLCIMT; one in September 2017 and another in February 2018. The agency will also work closely with and regularly report project status to the Office of the State Chief Information Officer (OSCIO) and the Legislative Fiscal Office (LFO) throughout the project's lifecycle. It is likely additional formal reporting may be required by JLCIMT or interim budget committees, depending on agency progress and any need to address project or budget issues flagged by LFO or OSCIO. The Subcommittee approved the project with the understanding that the funding will be unscheduled until LFO and the Chief Financial Office of the Department of Administrative Services approve rescheduling; agency compliance with the JLCIMT recommendations will be key to making funding available.

Since this project will result in eligibility determinations for multiple programs in both OHA and DHS being done through one system, to perform these determinations most efficiently, eligibility functions (responsibility for the work and staffing) from both agencies will be centralized at DHS. The following budget note was approved by the Subcommittee:

**Budget Note:**

The Department of Human Services and the Oregon Health Authority are currently planning to centralize eligibility processing at DHS in the fall of 2017. DHS has begun an assessment of current processes and will need 9-12 months to complete a comprehensive assessment and business plan that meets Medicaid requirements. DHS will report to the Interim Joint Committee on Ways and Means by June 30, 2018, and will include in its report a plan to increase jobs in rural Oregon including the option of outsourcing, in order to provide the highest quality, most efficient and cost effective Medicaid enrollment services to Oregonians.

**JUDICIAL BRANCH**

**Judicial Department**

The Subcommittee increased General Fund for the Judicial Department by \$600,000, and established four full-time positions (2.00 FTE) for additional workloads associated with an increased number of preliminary hearings anticipated as a result of SB 505. SB 505 requires grand jury proceeding to be recorded. A special purpose appropriation in SB 505 to the Emergency Board for additional costs associated with the measure was reduced by the same amount.

The Subcommittee also established a \$1,200,000 General Fund appropriation to provide a grant to Clackamas County for planning costs associated with a project to replace the county's courthouse. The county must spend at least an equal amount of matching funds for planning costs. The provision of this support does not establish a commitment or expectation for any additional state support for the capital project.

The Subcommittee added Other Funds expenditures to the budget associated with the authorization, in SB 5505, of Article XI-Q bonds for grants and capital construction projects. This limitation will allow the Judicial Department to provide grants to counties for courthouse capital construction projects through the Oregon Courthouse Capital Construction and Improvement Fund (OCCCIF), and pay costs associated with issuing the bonds for both the OCCCIF grants, and for capital construction projects approved in SB 5506. A \$195.2 million Other Funds limitation is established for the OCCCIF, for transfer of \$97.6 million of Article XI-Q proceeds, and an equal amount of county matching funds, for the following two county courthouse replacement projects:

- Multnomah County Courthouse - \$185.2 million (including \$92.6 million of bond proceeds) for the Multnomah County Courthouse replacement project. The funds will permit the county to complete construction of the courthouse project. With these moneys, the state will have provided a total of \$125 million of bond proceeds for the project over a three-biennium period.

- Lane County Courthouse - \$10 million (including \$5 million of bond proceeds) for the Lane County Courthouse replacement project. These funds will provide support for planning and development of the project. With these moneys, the state will have provided a total of \$6.4 million of bond proceeds for the project over a two-biennium period. The provision of this support does not establish a commitment or expectation for any additional state support for the capital project.

Other Funds expenditures were increased by \$1,235,000 for costs of issuing Article XI-Q bonds for the OCCCIF-supported projects, and for two capital construction projects approved in SB 5506. Proceeds of bonds are used to finance these costs.

Finally, the Subcommittee established a distinct Other Funds expenditure limitation for the State Court Technology Fund (SCTF), and transferred \$17,942,354 from the Operations expenditure limitation to the newly established SCTF expenditure limitation. The SCTF receives revenues from court filing fees, charges for technology services, and the Criminal Fine Account, and its use is restricted to providing support state court electronic systems.

**Public Defense Services Commission**

The Subcommittee approved a \$1,800,000 increase in General Fund for the Professional Services Account. This appropriation brings total General Fund support for the program to the current service level. The Professional Services Account finances the costs of all trial-level and certain appellate-level public defense services.

**LEGISLATIVE BRANCH**

**Legislative Administration Committee**

General Fund of \$5,145,277 for Legislative Administration was approved by the Subcommittee for security enhancements to the Oregon State Capitol. The increased funds include: \$20,000 for a mass communication system, \$528,000 for third party monitoring services, and \$4,597,277 for security cameras and networks, independent distribution facility (network closet) upgrade, safety film installation, garage gate replacement, and other security needs.

The Subcommittee also approved \$906,053 General Fund for debt service on Article XI-Q bonds sold for the Capitol Accessibility, Maintenance, and Safety project. Bonds are scheduled to be sold in spring 2018. In addition, Other Funds expenditure limitation was increased by \$239,358 for costs of issuance on the bonds, which will be paid with bond proceeds.

**NATURAL RESOURCES**

**Department of Agriculture**

In the Agricultural Development and Marketing program, the Subcommittee reduced General Fund by \$250,000 due to elimination of a marketing position. This action eliminates one of three permanent full-time positions added to the program during the 2011-13 biennium to increase economic activity in the agriculture sector.

#### **Columbia River Gorge Commission**

The Subcommittee added \$24,081 General Fund to the Columbia River Gorge Commission budget to match the amount provided by the State of Washington as required by interstate compact; \$14,686 of the increase is provided for the Joint Expenses Program and the remaining \$9,395 is for Commissioner Expenses.

#### **Department of Environmental Quality**

The Subcommittee approved a \$500,000 one-time General Fund appropriation to complete an inventory of non-road diesel engines with the expectation that DEQ would use a third-party contractor to conduct a state-wide and multi-sector inventory of non-road diesel engines currently in use by private and public fleets for the purposes of informing and refining air quality models. This inventory is expected to be completed no later than May 1, 2019. To ensure the survey results are representative of the statewide inventory, data collection shall be conducted using a mix of sampling techniques, including, but not limited to whole fleet inventories (census style counts), representative sampling of fleets by fleet-size, and industry surveying. Results and assumptions should be verified using existing relevant and complementary data, such as fuel use and business asset data collected by county tax assessors. The Department is to consult with interested stakeholders during various phases of the inventory work including, but not limited to, prior to releasing the inventory request-for-proposal and upon the development of preliminary results. The Department shall make the results of this inventory available to interested stakeholders but only in aggregate form.

#### **Department of Fish and Wildlife**

The Subcommittee approved three General Fund increases for the Department of Fish and Wildlife (ODFW) totaling \$1,325,000 for several program changes. First, \$425,000 General Fund was added to fund a permanent Natural Resources Specialist 5 position to serve as the Department's Sage Grouse Mitigation Program Coordinator. Approximately \$175,000 of the \$425,000 is for professional services contracts to assist in implementation of the sage grouse mitigation program. Next, \$250,000 General Fund was added to restore and make permanent two positions (1.67 FTE) to work on the Integrated Water Resources Strategy involving water flows necessary to maintain fish habitat and in-stream water rights consultations. In addition, it is expected that the positions would also examine the need for a sediment study of the lower Rogue River. Finally, \$650,000 General Fund was added to restore three of the five permanent full-time positions eliminated from the Western Oregon Stream Program as part of the General Fund reductions taken in HB 5018, the ODFW budget bill. The three positions that were restored work in Clackamas, Roseburg, and Tillamook. Along with the funding for position costs, \$40,839 was added for services and supplies.

The Subcommittee also established a one-time Other Funds expenditure limitation of \$215,000 for the cost of issuance of Article XI-Q General Obligation bonds approved in SB 5505 for repairs and capital improvements at ODFW facilities.

#### **Department of Forestry**

The Subcommittee approved a \$57,568 increase in the General Fund appropriation made to the Oregon Department of Forestry (ODF) for the payment of debt service on General Obligation bonds issued for the replacement of a shared facility at Toledo. The Subcommittee also approved an increase in Other Funds expenditure limitation of \$1,114,991 to accommodate the payment of \$79,991 for debt service and \$50,000 in bond issuance costs related to bonds issued for the Toledo facility; the remaining \$985,000 is for the cost of issuance of Certificates of Participation related to the Elliott State Forest.

In addition, the Subcommittee approved the establishment of an Other Funds expenditure limitation for ODF, in the amount of \$100 million, for the payment, from the net proceeds from the sale of Certificates of Participation, of monies to finance the release of all or a portion of the Elliott forest from restrictions resulting from ownership of that forest by the Common School Fund, or to compensate the Common School Fund for the preservation of non-economic benefits of the forest through the imposition, transfer, or sale of restrictions such as easements, use requirements or restrictions, or other methods that preserve non-economic benefits of the forest for the public such as recreation, aesthetics, wildlife or habitat preservation, or other environmental and quality of life considerations.

For the initial work required for the development of a federal Habitat Conservation Plan (HCP), the Subcommittee approved a \$300,000 increase in Other Funds expenditure limitation pursuant to an agreement with the Department of State Lands for the development of the plan. ODF will use this funding to establish four limited duration positions (3.50 FTE) including a project leader, a HCP coordinator, a threatened and endangered species coordinator, and a data manager/analyst to work with federal agencies to develop a Request for Proposal to complete all the technical work needed for completing the HCP. The Department is also expected to apply for a federal grant to help with the cost of developing the Environmental Impact Statement required for completion of the HCP. It is anticipated that the agency will seek additional expenditure limitation once the remaining project costs are better known.

#### **Land Use Board of Appeals**

For the Land Use Board of Appeals, the Subcommittee added \$11,650 General Fund to reclassify a position from Executive Support Specialist I to Executive Support Specialist II.

#### **Department of Parks and Recreation**

The Subcommittee approved an increase in the Other Funds expenditure limitation for the Oregon Department of Parks and Recreation of \$5,111,682 for the expenditure of lottery bond proceeds for the Oregon Main Street Revitalization program. The funding will be used to provide competitive grants to organizations participating in the Oregon Main Street Network. The program focuses on projects that acquire, rehabilitate, and construct buildings on properties in designated downtown areas and facilitate community revitalization leading to additional private investment, job creation or retention, expansion or establishment of viable businesses, or creating a stronger tax base. The expenditure limitation increase includes \$111,682 for bond issuance costs.

#### **Department of State Lands**

For work related to the Elliott State Forest, the Subcommittee established an Other Funds expenditure limitation of \$3,985,377 and the establishment of a Project Manager 3 position (1.0 FTE). Specifically, \$1,608,930 of the total is for paying costs associated with a custodial forest management contract for the Elliott State Forest. Under the contract, the manager will be responsible for four primary tasks: maintaining road systems for safe public access and fire protection activities; ensuring compliance with all applicable laws; conducting reforestation activities to comply with Oregon's Forest Practices Act; and providing general forest management and oversight. The manager will be the first point of contact for any questions; responsible for identifying problems specific to the property and coordinating with local officials and DSL as necessary; and manage access to the property and coordinate proper disposal of trash and removal of abandoned property.

Other components include \$608,000 for estimated cost of fire patrol assessments to be paid to the Oregon Department of Forestry (ODF) for wildfire protection, \$268,447 for a Project Manager 3 position (1.0 FTE) that will provide general coordination for the Elliott Forest as well as providing project management for the Portland Harbor Superfund Site and Goble cleanup site. Also included is \$1,500,000 for development of a federal Habitat Conservation Plan (HCP) and an Environmental Impact Statement (EIS). The HCP development will be via an agreement with ODF; that agency will lead the collaborative work with other state, federal, and private entities. The initial ODF work is anticipated to cost \$300,000, the remaining \$1,200,000 is to be administratively unscheduled until a better estimate of the total cost to develop the HCP and EIS can be established. ODF anticipates that it will apply for federal grant funding for at least a portion of the cost to develop the EIS.

The Subcommittee approved \$5,000,000 General Fund for the Department of State Lands to deposit into the Portland Harbor Cleanup Fund established in SB 5530; after deposit (payment), the money is available to be spent as Other Funds. In SB 5530, \$3,000,000 in lottery bond proceeds is also allocated for deposit into the Cleanup Fund. To spend the \$8,000,000 total subsequently available, a new \$8,000,000 Other Funds expenditure limitation is established. To pay costs associated with the issuance of the lottery bonds, the Subcommittee approved an increase in Other Funds expenditure limitation of \$57,587.

Monies in the Cleanup Fund are for the coordination and participation in any contracts or agreements relating to or arising out of the Portland Harbor Superfund Site that may include investigation of baseline conditions, investigation of key sediment sites, potential infrastructure needs related to contaminated sediments, development and administration of a comprehensive data management system for the site, satisfaction of obligations under any settlement or administrative order, work required by the United States Environmental Protection Agency in connection with the site, and other activities directly related to minimizing the state's liability for costs related to the Portland Harbor Superfund Site.

#### **Water Resources Department**

The Subcommittee approved a General Fund appropriation of \$333,677 for the Water Resources Department (WRD) to fund two Assistant Watermaster positions and an Office Specialist position in Umatilla County, in the Pendleton and Milton-Freewater offices. The former Umatilla County positions were authorized in the agency's primary budget bill (SB 5542) using Other Funds expenditure limitation of \$433,677. This action assumed Umatilla County would be covering the cost of the positions via contract with WRD. However, available county resources are projected to be able to provide only \$100,000 of this amount, so General Fund will cover the remaining cost. To complete the fundshift, the Subcommittee also approved a \$333,677 reduction in Other Funds expenditure limitation.

To support pilot programs in several locations throughout the state, the Subcommittee approved an increase of \$203,870 General Fund and the establishment of a limited duration, Natural Resource Specialist 4 position (1.00 FTE). The Department was allocated \$750,000 in lottery bond proceeds during the 2015-17 biennium to make grants and provide technical assistance to local governments to establish place-based water resource planning pilot programs. Of that grant funding, \$600,000 is carried forward into the 2017-19 biennium; \$56,000 of that amount remains unobligated. The position authorized by the Subcommittee is a continuation of the limited duration position that was established in the prior biennium to assist in the administration of the program and the distribution of the grant funding.

The Subcommittee approved an increase of \$1,547,235 Other Funds expenditure limitation for making grants, loans, or providing technical assistance for feasibility studies, and for the payment of bond issuance costs from lottery bond sale proceeds deposited into the Water Conservation, Reuse, and Storage Investment Fund. Of the amount allocated to the Fund, \$47,235 is for the payment of bond issuance costs.

For water supply projects, the Subcommittee approved a total increase of \$21,075,301 Other Funds expenditure limitation for making grants, loans, and paying the cost of bond issuance from lottery bond proceeds deposited into the Water Supply Development Fund established under section 3, chapter 784, Oregon Laws 2013. At \$15,000,000, the bulk of the additional limitation provided for the expenditure of net bond proceeds allocated to the fund is for Water Supply Development grants and loans to evaluate, plan, and develop in-stream and out-of-stream water development projects that repair or replace infrastructure to increase the efficiency of water use; provide new or expanded water storage; improve or alter operations of existing water storage facilities in connection with newly developed water; create new, expanded, improved, or altered water distribution, conveyance, or delivery systems in connection with newly developed water; allocate federally stored water; promote water reuse or conservation; provide streamflow protection or restoration; provide for water management or measurement in connection with newly developed water; and, determine seasonally varying flows in connection with newly developed water. To pay for bond issuance costs, \$375,301 Other Funds expenditure limitation is needed.

The remaining expenditure limitation approved by the Subcommittee is for three specific projects that, while comports to the other requirements of grants made from the Water Supply Development Fund, are not subject to any application process, public benefit scoring, or ranking. The projects and amounts are:

- City of Carlton, Panther Creek Reservoir sediment reduction and water storage capacity increase project - \$2,500,000
- City of Carlton, Finished water supply line loss reduction project - \$2,000,000
- Santiam Water Control District, Mill Creek Corporate Center irrigation conversion and efficiency project - \$1,200,000

## **PUBLIC SAFETY**

### **Department of Corrections**

To purchase two new transport buses to replace vehicles at the end of their service life, the Subcommittee approved a one-time appropriation of \$708,788 General Fund in the Department of Corrections' Operations Division.

The Subcommittee approved an increase in Other Funds expenditure limitation of \$721,466 for cost of issuance of \$39,215,000 in Article XI-Q bonds authorized in SB 5506 for the Department of Corrections' deferred maintenance program and for technology infrastructure upgrades. Bonds will be issued in May 2018 and in March 2019.

The agency's General Fund appropriation for debt service was increased by \$1,926,252 for new debt service estimated to be paid in 2017-19. Debt service for bonds issued in 2017-19 is estimated to be \$7,616,448 General Fund in 2019-21.

#### **Oregon Department of Justice**

The Subcommittee approved \$16,573,792 Other Funds expenditure limitation for project costs, which is to be financed with \$16,267,633 of Article XI-Q bonds approved in SB 5505 and \$306,159 in bond proceeds that were authorized and issued during the 2015-17 biennium but remained unexpended. The Subcommittee also approved \$32,136,210 Federal Funds expenditure limitation and the establishment of 32 permanent full-time positions (23.81 FTE). This includes personal services of \$5.8 million and services and supplies of \$43.0 million. The amount for services and supplies includes \$35.8 million total funds of contractor payments for: project management, including organization change management services; implementation; independent quality assurance; and independent verification and validation.

Unless otherwise approved by the Legislature or the Emergency Board, the positions budgeted for the project are established as permanent full-time under the following conditions: (a) the positions will be abolished on or before the completion of the project; (b) the positions are to remain in the CSEAS program (i.e., CSEAS summary cross reference) and may not be transferred to any other program or used for any purpose other than the development of the CSEAS project; and (c) the positions may not be included in any permanent finance plan action.

Other Funds expenditure limitation of \$317,367 is included for the cost of issuance of the bonds. The Subcommittee appropriated \$3,391,920 in additional General Fund Debt Service to support repayment of Article XI-Q General Obligation bond proceeds approved in SB 5505.

The Subcommittee approved \$6,916,041 Other Funds expenditure limitation and 35 permanent full-time positions (30.80 FTE) for the Civil Enforcement Division - Child Advocacy Section to represent Child Welfare caseworkers in court and provide full access to legal representation, legal counsel, legal advice, litigation support, and training. The revenue to support this package was approved in SB 5526, the primary budget bill for the Department of Human Services (DHS). DHS will be billed by DOJ no more than \$6.9 million for the increase in juvenile dependency workload using DOJ's traditional fee-for-service billing model. DOJ will also provide DHS with a monthly billing summary of the legal work performed. DOJ has committed to tracking quality assurance measures, including outcome measures.

Statewide implementation will be through a three-phase approach across all 36 counties: Phase-I will be completed by January 1, 2018 for: Benton; Coos; Gilliam; Grant; Hood River; Josephine; Lane; Lincoln; Linn; Morrow; Polk; Sherman; Tillamook; Wasco; and Wheeler Counties. Phase-II will be completed by July 1, 2018 for: Columbia; Crook; Deschutes; Douglas; Harney; Jackson; Jefferson; Klamath, Lake; Malheur; Umatilla; and Yamhill counties. Phase-III will be completed by January 1, 2019 for: Baker; Clackamas; Clatsop; Curry; Marion; Multnomah;



Union; Washington; and Wallowa counties. The final implementation schedule, however, may change depending upon the needs of a specific county. Both DOJ and DHS will work collaboratively with county District Attorneys to ensure juvenile dependency cases are handled in a consistent and coordinated manner with as much continuity as possible throughout the legal proceedings.

This investment in legal services was, in part, the result of work completed by the Task Force on Legal Representation in Childhood Dependency, which was established by SB 222 (2015). While, due to limited General Fund resources, the Legislature was unable to fund most Task Force recommendations, the affected state agencies and legal partners are committed to continuing to work on system improvements. In recognition of this commitment, the Subcommittee approved the following budget note:

**Budget Note:**

The Department of Human Services, Department of Justice, Oregon Judicial Department, and Public Defense Services Commission shall work collaboratively, at both the state and local levels, to solicit input on, develop, and implement strategies to improve the effectiveness and efficiency of Oregon's juvenile dependency systems and to determine the appropriate level of legal services. Potential strategies should include standardizing forms, streamlining processes, conforming practices, and adopting administrative or court rules. The agencies are expected to identify and begin implementing strategies no later than July 1, 2018. Options for providing more effective and cost-efficient legal and other services should also be reviewed and analyzed. The agencies will submit a joint report on the progress of these efforts to the Interim Joint Committee on Ways and Means or the Emergency Board by October 2018. In addition, each agency shall include an update, in its budget presentation to the Joint Committee on Ways and Means during the 2019 session, on its specific roles, activities, strategies, and costs to improve the effectiveness and efficiency of Oregon's juvenile dependency system.

In addition, the Legislature, under separate legislation (HB 3470), extended the sunset on the provision authorizing DHS to appear as a party in a juvenile court proceeding without appearance of an Attorney General from June 30, 2018 to June 30, 2020 to accommodate the planned implementation schedule.

The Department of Administrative Services is directed to unschedule \$4.0 million of the General Fund in the DHS budget and \$4.0 million of the Other Funds expenditure limitation in the DOJ budget pending demonstration to the Legislative Fiscal Office that the work performed, billing, reporting, and communication between the agencies is consistent with the budget cap, implementation schedule, and service level expectations for the caseworker legal representation program.

For SB 243, the Subcommittee approved implementation costs of \$123,932 Other Funds and established one permanent part-time Assistant Attorney General position (0.38 FTE) in DOJ's Civil Enforcement Division. The Division provides services to train caseworkers and certifiers on the new legal standard of abuse, advises Department of Human Services (DHS) in the preparation and adoption of administrative rules, as well as child protective services investigations, confidentiality laws, and release of records. The Division also provides advice and legal representation to DHS in all administrative appeals of those investigations and related certification actions for certified foster homes. The revenue source to

fund this expense is legal service charges billed to DHS. The roll-up costs are estimated to be \$89,084 Other Funds and one position (0.25 FTE) for the 2019-21 biennium.

The Subcommittee approved \$500,000 General Fund to support Community Assessment Centers, as a one-time increase, in order to provide child abuse medical assessments. The funding will be administered through the Oregon Department of Justice, Crime Victims Services Division, as pass through funds distributed to the statewide Community Assessment Centers network association, which will ensure equitable distribution.

To support the Oregon Crime Victims Law Center, the Subcommittee also appropriated \$175,000 General Fund as a one-time increase. This will bring total funding for the Law Center from the Department of Justice to \$554,559, including \$504,599 General Fund and \$50,000 Other Funds; the latter is from the renewal of a state grant funded from punitive damage awards.

#### **Oregon Military Department**

The Subcommittee approved an increase in Other Funds expenditure limitation of \$448,244 for cost of issuance of \$23,730,000 in Article XI-Q bonds authorized in SB 5506 for three Regional Armory Emergency Enhancement projects in Salem, Newport, and Coos Bay; an Armory Service Life Extension project at the Grants Pass armory; and to re-issue bonds for the Regional Training Institute and Youth Challenge capital construction projects in 2017-19. Bonds are planned to be issued in October 2017, and in March 2019.

The agency's General Fund appropriation for debt service was decreased by \$378,344 for debt service estimated to be paid in 2017-19 due to anticipated debt service savings. Debt service in 2019-21 for bonds issued in 2017-19 is estimated to be \$4,305,134 General Funds.

The Subcommittee approved a one-time appropriation of \$1,000,000 General Fund for construction of or repairs to the Oregon Military Museum at Camp Withycombe in Clackamas, Oregon.

To operationalize the provisions of HB 2687, the Subcommittee increased Other Funds expenditure limitation in the Oregon Military Department, Office of Emergency Management by \$5,000,000 to capitalize the Resiliency Grant Fund, and increased Other Funds expenditure limitation by \$70,000 to pay for the cost of bond issuance. Other Funds limitation is funded by the sale of Article XI-Q bonds authorized in SB 5506. The Subcommittee added \$181,178 General Fund and increased Federal Funds expenditure limitation by \$181,178 and approved two permanent positions (2.00 FTE) to administer the program and the grant-making process.

#### **Department of Public Safety Standards and Training**

The Department of Public Safety Standards and Training's Federal Funds expenditure limitation was increased by \$469,566 to allow the expenditure of grant funds from the federal Assistance to Firefighters grant program on a new mobile fire training unit, to replace equipment at the end of its service life.

### **Oregon State Police**

The Subcommittee increased Other Funds expenditure limitation in the Patrol Division by \$2,521,711 to support the addition of six troopers and one sergeant (7.00 FTE) in the Capitol Mall Security Unit.

The Subcommittee approved \$6,230,000 General Fund and established twenty sworn positions (18.32 FTE) to increase highway patrol coverage statewide, and to provide additional drug enforcement detectives in central and southern Oregon counties.

### **Oregon Youth Authority**

To continue the installation of video monitoring systems to supplement the Oregon Youth Authority's sexual abuse prevention, detection, and response efforts for adherence to the US Prison Rape Elimination Act of 2003 (PREA), the Subcommittee approved a one-time appropriation of \$771,000 General Fund.

The Subcommittee approved an increase in Other Funds expenditure limitation of \$676,086 for cost of issuance of \$39,995,000 in Article XI-Q bonds authorized in SB 5506 to remodel five living unit cottages at the MaClaren Youth Correctional Facility, to remodel two dormitory spaces at the Rogue Valley Youth Correctional Facility, and to undertake deferred maintenance projects in 2017-19. Bonds are planned to be issued in May 2018 and in March 2019.

The agency's General Fund appropriation for debt service was increased by \$1,695,236 for new debt service estimated to be paid in 2017-19. Debt service for bonds issued in 2017-19 is estimated to be \$6,104,546 General Fund in 2019-21.

## **TRANSPORTATION**

### **Department of Transportation**

Other Funds expenditure limitation for the Oregon Department of Transportation (ODOT) for the 2017-19 biennium is decreased by \$406,813 as an adjustment to Central Services to account for the transfer of positions from ODOT to the Office of the State Chief Information Officer.

The Subcommittee approved an increase in Other Funds expenditure limitation in ODOT's Transportation Program Development section of \$30 million in lottery bond proceeds for ConnectOregon VII. In addition, the Other Funds expenditure limitation is increased by \$433,693 for cost of issuance expenses. There is no debt service in the 2017-19 biennium as the bonds will not be sold until the spring of 2019.

The Subcommittee approved an increase in Other Funds expenditure limitation in ODOT's Public Transit Program of \$5 million in lottery bond proceeds for the Lane Transit District's expansion of the EmX Bus Rapid Transit network. In addition, the limitation is increased by \$119,541 for cost of issuance expenses. There is no debt service in the 2017-19 biennium as the bonds will not be sold until the spring of 2019.

**SB 5505 (CAPITAL)**

79th Oregon Legislative Assembly – 2017 Regular Session

**SB 5505 A BUDGET REPORT and MEASURE SUMMARY**

**Carrier:** Sen. Courtney

**Action Date:** 07/03/17

**Action:** Do pass with amendments. (Printed A-Eng.)

**Senate Vote**

**Yeas:** 11 - DeBoer, Devlin, Frederick, Girod, Hansell, Johnson, Manning Jr, Monroe, Roblan, Steiner Hayward, Winters

**Nays:** 1 - Thomsen

**House Vote**

**Yeas:** 8 - Gombert, Holvey, Huffman, McLane, Nathanson, Rayfield, Smith Warner, Williamson

**Exc:** 3 - Smith G, Stark, Whisnant

**Prepared By:** Jean Gabriel, Department of Administrative Services

**Reviewed By:** Amanda Beitel, Legislative Fiscal Office

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Various  
2017-19

This summary has not been adopted or officially endorsed by action of the committee.

SB 5505 A

**SB 5505 A BUDGET REPORT and MEASURE SUMMARY**

**Carrier:** Sen. Courtney

**Joint Committee On Ways and Means**

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**Action Date:** 07/03/17

**Action:** Do pass with amendments. (Printed A-Eng.)

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**Reviewed By:** Amanda Beitel, Legislative Fiscal Office

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Various  
2017-19

This summary has not been adopted or officially endorsed by action of the committee.

SB 5505 A

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Budget Summary

None.

Summary of Capital Construction Subcommittee Action

Senate Bill 5505 limits the maximum amount of bonds and third party financing agreements state agencies may issue and the amount of revenue state agencies may raise from such issuance. The proceeds from the issuance of bonds are included as revenues in agency budgets. This bill also allocates the federal tax-exempt private activity bond volume cap allowed under the Internal Revenue Code of 1986, as amended, to certain state agencies and the Private Activity Bond Committee established in ORS 286A.615.

The Subcommittee reviewed amendments to Senate Bill 5505 for the following purposes:

General Fund Obligations

1. The Subcommittee approved Article XI-G general obligation bond authority of \$204,570,000 to fund grants to Public Universities and Community Colleges to finance seven new capital projects for Public Universities, 12 new capital projects for Community Colleges, and three reauthorized capital projects approved during previous legislative sessions for Community Colleges. The proceeds of the bonds will be used to provide grants through grant programs administered by the Higher Education Coordinating Commission (HECC). Projects are described later in this report.
2. The Subcommittee approved Article XI-M general obligation bond authority of \$101,180,000, which includes net proceeds of \$100,000,000 and \$1,180,000 for costs of issuing bonds and approved Article XI-N general obligation bond authority of \$20,430,000, which includes net proceeds of \$20,000,000 and \$430,000 for costs of issuing bonds. The proceeds of the Article XI-M bonds will be used to provide grants for Seismic Rehabilitation of Public Education Buildings, and the proceeds of the Article XI-N bonds will be used to provide grants for Seismic Rehabilitation of Emergency Services Buildings through grant programs administered by the Oregon Business Development Department.
3. The Subcommittee approved Article XI-P general obligation bond authority of \$100,985,000, which includes \$100,000,000 in net proceeds and \$985,000 for costs of issuing bonds, to fund matching grants to school districts for capital costs including construction, improvement, or remodel of facilities and acquisition of equipment through a grant program administered by the Oregon Department of Education.

4. The Subcommittee approved General Fund supported Article XI-Q general obligation bond authority of \$563,839,225 to finance the capital costs of projects for real or personal property owned or operated by the state. The projects and agencies are listed below, with the exception of HECC; projects funded by grants from the HECC to Public Universities are described later in this report.
- Department of Human Services, ONE Integrated Eligibility and Medicaid Eligibility System: approved \$34,045,000 Article XI-Q bonds to finance \$33,523,000 of project costs and \$522,000 for costs of issuing the bonds. The project is to implement an IT system to integrate the determination of client eligibility for multiple programs into one system, including eligibility for TANF, ERDC, SNAP, and to expand Medicaid eligibility to include non-MAGI Medicaid populations. The Subcommittee also approved additional funding of \$11,477,000 for this project through the repurpose of \$6,500,000 of bond proceeds originally issued for the Oregon Military Department (OMD) Regional Training Institute and \$4,977,000 of bond proceeds originally issued for the OMD Youth Challenge project.
  - Department of Justice, Child Support Enforcement Automated System: approved \$16,585,000 Article XI-Q bonds to finance \$16,267,633 of project costs and \$317,367 for costs of issuing the bonds. The project is to develop and implement a new automated system for the Oregon Child Support Program that will function as a case management system, an accounting and distribution system, and a data exchange system which interfaces with multiple agencies within Oregon and nationwide.
  - Department of Revenue, Core Tax Revenue Systems Replacement: approved \$4,855,000 Article XI-Q bonds to finance \$4,781,944 of project costs and \$73,056 for costs of issuing the bonds. The project is to implement an IT system to replace outdated and disparate systems into one integrated system for improved tracking and reporting of tax revenues. This funding will complete implementation of the system in 2017-19.
  - Legislative Administration Committee, Capitol Accessibility, Maintenance, and Safety: approved \$13,960,000 Article XI-Q bonds to finance \$13,720,642 of project costs and \$239,358 for costs of issuing the bonds. The project is to make capital improvements to the State Capitol Building, including improvements to ADA accessibility and safety.
  - Oregon Judicial Department, Multnomah County Courthouse: approved \$102,495,000 Article XI-Q bonds to finance \$101,500,000 of project costs and \$995,000 for costs of issuing the bonds. Project costs of \$92,600,000 will be the final state matching funds to complete the construction of a new courthouse in Multnomah County. The remaining \$8,900,000 will be used to purchase state-owned furnishings and equipment.
  - Oregon Judicial Department, Lane County Courthouse: approved \$5,115,000 Article XI-Q bonds to finance \$5,000,000 of project costs and \$115,000 for costs of issuing the bonds. The project is to support replacement of the Lane County Courthouse, including making improvements to the new courthouse site to prepare it for construction.

- Oregon Judicial Department, Oregon Supreme Court Building Renovation: approved \$6,125,000 Article XI-Q bonds to finance \$6,000,000 of project costs and \$125,000 for costs of issuing the bonds. The project is to renovate the Oregon Supreme Court building, including seismic updates, energy efficiency improvements, and various systems and safety code upgrades.
- Oregon Military Department, Regional Armory Emergency Enhancement: approved \$8,675,000 Article XI-Q bonds to finance \$8,534,400 of project costs and \$140,600 for costs of issuing the bonds. The project involves making structural improvements to bring the following three facilities to essential facility standards for seismic events: Coos Bay Armory, Newport Armory, and the Anderson Readiness Center in Salem.
- Oregon Military Department, Grants Pass Armory Service Life Extension: approved \$3,330,000 Article XI-Q bonds to finance \$3,270,356 of project costs and \$59,644 for costs of issuing the bonds. The project is for design and construction of additions and alterations to the Grants Pass Armory to bring the building into conformance with current building code.
- Oregon Military Department, Resiliency Grant Fund: approved \$5,070,000 Article XI-Q bonds to finance \$5,000,000 of project costs and \$70,000 for costs of issuing the bonds. The proceeds will be used to purchase emergency preparedness equipment, which will be owned by OMD and distributed to local governments and other federal tax-exempt qualified recipients.
- Oregon Military Department, Regional Training Institute: approved \$6,630,000 Article XI-Q bonds to finance \$6,500,000 of project costs and \$130,000 for costs of issuing the bonds. The project is to refurbish existing buildings in Umatilla to serve as the new Regional Training Institute. Article XI-Q bonds were authorized and issued for this project in 2015-17; however, it was subsequently determined that tax-exempt bond proceeds could not be used to finance the project. Thus, this project is being reapproved to issue taxable bonds in 2017-19.
- Oregon Military Department, Youth Challenge Armory: approved \$5,095,000 Article XI-Q bonds to finance \$4,977,000 of project costs and \$118,000 for costs of issuing the bonds. The project is for expansion and renovation of the existing facility in Bend to increase capacity for at-risk youths participating in the Youth Challenge Program. Article XI-Q bonds were authorized and issued for this project in 2015-17; however, it was subsequently determined that tax-exempt bond proceeds could not be used to finance the project. Thus, this project is being reapproved to issue taxable bonds in 2017-19.
- Oregon Department of Veterans' Affairs, The Dalles Veterans' Home Capital Improvements: approved \$1,195,000 Article XI-Q bonds to finance \$1,150,000 of project costs and \$45,000 for costs of issuing the bonds. The project involves construction of a new educational building and daycare building, upgrades to wireless infrastructure, and phone system replacement.



- Oregon Department of Veterans' Affairs, Lebanon Veterans' Home Parking Lot: approved \$1,345,000 Article XI-Q bonds to finance \$1,300,000 of project costs and \$45,000 for costs of issuing the bonds. The project is to build a new parking lot at the veteran's home in Lebanon.
- Oregon Department of Veterans' Affairs, Roseburg Veterans' Home: approved \$10,720,000 Article XI-Q bonds to finance \$10,500,000 of project costs and \$220,000 for costs of issuing the bonds. The project is to design and construct a new veterans' home in Roseburg.
- Department of Corrections, Capital Improvements and Renewal: approved \$26,770,000 Article XI-Q bonds to finance \$26,293,534 of project costs and \$476,466 for costs of issuing the bonds. The project involves facility improvements in several facilities including electrical systems, water systems, roofs, HVAC, surveillance, fire systems and infrastructure improvements to address needs identified in the Facility Condition Assessment completed on the department's facilities.
- Department of Corrections, Technology Infrastructure: approved \$12,445,000 Article XI-Q bonds to finance \$12,200,000 of project costs and \$245,000 for costs of issuing the bonds. The project is to upgrade and install technology infrastructure that will support a voice-over-internet protocol telephony system.
- Oregon Youth Authority, Capital Improvements: approved \$17,450,000 Article XI-Q bonds to finance \$17,168,249 of project costs and \$281,751 for costs of issuing the bonds. The project involves capital improvements to permanent structures and fixtures to address needs identified by the Facility Condition Assessment completed on OYA facilities.
- Oregon Youth Authority, Maclaren West Cottages Renovation, Phase 1: approved \$15,450,000 Article XI-Q bonds to finance \$15,177,200 of project costs and \$272,800 for costs of issuing the bonds. Phase 1 of the project involves capital improvements to renovate and remodel five of the seven living units on the west side of the campus at Maclaren Youth Correctional Facility.
- Oregon Youth Authority, Rogue Valley Facility Improvements, Phase 1: approved \$7,095,000 Article XI-Q bonds to finance \$6,973,465 of project costs and \$121,535 for costs of issuing the bonds. Phase 1 of the project involves capital improvements to renovate and remodel two of the four living units at the Rogue Valley Youth Correctional Facility.
- Oregon Department of Education, Oregon School for the Deaf Facility Improvements: approved \$4,365,000 Article XI-Q bonds to finance \$4,297,558 of project costs and \$67,442 for costs of issuing the bonds. The project is to make capital improvements to the Oregon School for the Deaf facility which includes roof replacements at six campus buildings and ADA compliance to address accessibility of campus restrooms in eight facilities.

- Oregon Department of Forestry, Toledo Facility Replacement: approved \$774,225 Article XI-Q general obligation bonds to finance \$753,300 of project costs and \$20,925 for costs of issuing the bonds. The project is to replace the Unit Office Facilities Compound located in Toledo and relocate it to a more centrally located area that will be outside of the mapped tsunami inundation zone, a project which is expected to be part of a larger co-locate project with the Oregon Department of Transportation (ODOT).
  - Oregon Department of Fish and Wildlife, Deferred Maintenance: approved \$10,215,000 Article XI-Q general obligation bonds to finance \$10,000,000 of project costs and \$215,000 for costs of issuing the bonds. The project involves addressing deferred maintenance needs in multiple facilities owned by the department.
  - Oregon Housing and Community Services, Local Innovation and Fast Track (LIFT) Housing Program: approved \$81,090,000 Article XI-Q general obligation bonds to finance \$80,000,000 of project costs and \$1,090,000 for costs of issuing the bonds. The bond proceeds will be used to acquire, construct, remodel, repair, equip or furnish real property in which the department will take an operational or ownership interest to provide affordable housing for low income citizens.
5. The Subcommittee approved Article XI-H general obligation bond authority of \$10,300,000, which includes \$10,000,000 in net proceeds and \$300,000 for costs of issuing the bonds, for the Department of Environmental Quality (DEQ) to finance pollution control facilities or related activities. Net proceeds will replenish DEQ's Orphan Site Account, which is used to investigate and cleanup highly contaminated sites.
  6. The Subcommittee approved Certificates of Participation (COP) authority of \$100,985,000, which includes \$100,000,000 in net proceeds and \$985,000 for costs of issuing the bonds, for the Department of Forestry to finance the release of a portion of the Elliott Forest from restrictions from ownership of the common school fund to preserve non-economic benefits of the forest for the public such as recreation, wildlife and habitat preservations, and other environmental considerations.

Dedicated Fund Obligations

7. The Subcommittee approved a \$120,000,000 authorization to the Department of Veterans' Affairs for issuance of Article XI-A general obligation bonds to finance farm and home loans to veterans.
8. The Subcommittee approved Article XI-F(1) general obligation bond authority of \$86,570,000 to fund loans to Public Universities through the HECC to finance four new capital projects and two reauthorized capital projects approved during prior legislative sessions. Projects are described later in this report.

9. The Subcommittee approved a \$10,000,000 authorization to the Department of Environmental Quality for issuance of Article XI-H general obligation bonds to finance pollution control facilities or related activities. Bond proceeds provide match for federal Clean Water State Revolving Fund (CWSRF) capitalization grants.
10. The Subcommittee approved a \$25,000,000 authorization to the Housing and Community Services Department for issuance of Article XI-I (2) general obligation bonds to provide financing for multi-family housing for the elderly and for disabled persons.
11. The Subcommittee approved Article XI-Q general obligation bond authority of \$14,435,775 to finance a portion of the following projects:
  - Department of Administrative Services, Portland State Office Building Capital Improvements: approved \$13,360,000 Article XI-Q bonds to finance \$13,146,000 of project costs and \$214,000 for costs of issuing the bonds. The project is to renovate the building exterior, including replacement of the windows and roof; upgrade security, electrical and HVAC systems; painting; and renovating restrooms. Debt service on the bonds will be paid using agency resources (Other Funds).
  - Oregon Department of Forestry, Toledo Facility Replacement: approved \$1,075,775 Article XI-Q bonds to finance \$1,046,700 of project costs and \$29,075 for costs of issuing the bonds. The project is to replace the Unit Office Facilities Compound located in Toledo and relocate it to a more centrally located area that will be outside of the mapped tsunami inundation zone, a project which is expected to be part of a larger co-locate project with the Oregon Department of Transportation (ODOT). Debt service on the bonds will be paid using agency resources (Other Funds).
12. The Subcommittee approved Certificates of Participation (COP) authority of \$10,000,000 for issuance of other financing agreements (capital leases) for the Department of Administrative Services.

Revenue Bonds

13. The Subcommittee approved the Housing and Community Services Department direct revenue bond authority of \$300,000,000 and pass-through revenue bond authority of \$325,000,000.
14. The Subcommittee approved the Oregon Business Development Department direct revenue bond authority of \$30,000,000 for the Oregon Infrastructure Finance Authority Bond Bank Program. Pass-through revenue bond authority of \$400,000,000 for Industrial Development bonds and \$10,000,000 for the Beginning and Expanding Farmer Loan Program was also approved.
15. The Subcommittee approved Department of Administrative Services, Lottery Revenue Bond limit of \$199,860,000. This amount provides funding for 31 projects authorized in Senate Bill 5530 and one project authorized in House Bill 2278 (2015). A complete list of Lottery Revenue Bond projects can be found in SB 5530.

16. The Subcommittee approved pass-through revenue bond authority of \$1,350,000,000 for the Oregon Facilities Authority.

Other Legislative Changes

The Subcommittee approved statutory changes to ORS chapter 286A related to the administration of the state's bond programs. Amendments clarify the Department of Administrative Services' role as the bond program administrator for the Article XI-F Higher Education general obligation bond program, including specifying the department is responsible to request bonds to be issued.

The Subcommittee also approved an amendment to ORS 283.085 to authorize the use of Certificates of Participation to finance: (i) the release of all or a portion of the Elliott Forest from restrictions resulting from ownership of that forest by the common school fund, or (ii) compensation paid to the common school fund for the preservation of non-economic benefits of the forest through the imposition, transfer or sale of restrictions such as easements, use requirements or other methods that preserve non-economic benefits of the forest for the public such as recreation, aesthetics, wildlife or habitat preservation, or other environmental and quality of life considerations.

The Subcommittee approved a project scope change for the Higher Education Coordinating Commission, University of Oregon Klamath Hall Renovation, originally approved in HB 5005 (2015), to allow the use of the Article XI-Q and Article XI-G bond proceeds to renovate Klamath Hall, an academic and research building, to bring research facilities up-to-date and accommodate increased enrollment in chemistry and other sciences. The original project plan included the renovation of one floor and construction of an additional floor that would be used to house office space and classrooms displaced due to the renovation. However, due to increased construction costs, it is more cost effective to renovate the one floor as originally proposed, but use existing facilities for the displaced functions rather than adding a new floor.

Detail of projects authorized for the Higher Education Coordinating Commission through bond financing is included below.

**Higher Education Coordinating Commission**

**HECC - Public Universities**

The Subcommittee approved 17 new capital projects and reauthorized two projects approved in prior biennia for public universities to finance total project costs of \$345,856,225. The projects are included in the budget for the Higher Education Coordinating Commission (HECC). The proceeds of Article XI-G and Article XI-Q bonds will be used to provide grants from HECC to the applicable public university, and the debt service on these bonds will be paid with General Fund. Each university must provide the constitutionally required match for the Article XI-G bonds before the bonds can be issued. The proceeds of Article XI-F(1) bonds will be used to provide loans from HECC to the applicable public university, and the debt service on the Article XI-F(1) bonds will be paid by HECC with Other Funds using loan repayments received from the applicable university made with university resources. The approved projects are listed below.

**All Public Universities**

The Subcommittee approved the following project for the seven public universities, to be allocated to each individual university by HECC:

- Capital Improvement and Renewal: approved \$50,620,000 Article XI-Q general obligation bonds to finance \$50,000,000 of project costs and \$620,000 for costs of issuing the bonds. The capital improvement projects will address deferred maintenance, code compliance, safety issues, and Americans with Disabilities Act (ADA) accessibility improvements for campus facilities. The projects will not involve: acquisition of buildings, structures, or land; classroom or lab modernization; or improvements to auxiliary facilities, which are typically self-supporting.

**Eastern Oregon University**

- Loso Hall Renovation, Phase 1: approved \$5,575,000 Article XI-Q general obligation bonds to finance \$5,500,000 of project costs and \$75,000 for costs of issuing the bonds. The project is to renovate Loso Hall and will improve or replace theater department performance and practice spaces, stages and support spaces, equipment, lighting and staging systems. The project will also make ADA accessibility improvements in theater seating and building access.
- Track and Field Facilities Restoration: approved \$790,000 Article XI-F(1) general obligation bonds to finance \$750,000 of project costs and \$40,000 for costs of issuing the bonds. The project will include removal of the existing track and field athletic surfaces and associated asphalt and concrete underlayment and installation of a new rock base and drainage system with a permeable asphalt base surface. New permeable track and field competition athletic surfaces will be installed over the asphalt base. The project will also include a scorer's station at the track finish line, restroom facilities, and guest seating. The university expects to support loan repayments to HECC for debt service on the bonds through tuition and fee revenues.

Oregon Institute of Technology

- Center for Excellence in Engineering and Technology / Cornett Hall Renovation, Phase 2: approved \$38,475,000 Article XI-Q general obligation bonds to finance \$38,000,000 of project costs and \$475,000 for costs of issuing the bonds and \$2,050,000 Article XI-G general obligation bonds to finance \$2,000,000 of project costs and \$50,000 for costs of issuing the bonds. The Center for Excellence in Engineering and Technology (CEET) will feature classrooms, laboratory, office, and project spaces focused on applied research and teaching in advanced engineering, manufacturing and sustainable systems. The project will also complete the renovation, building envelope and ADA accessibility improvements to Cornett Hall. The university will provide the constitutionally required match for the Article XI-G bonds.
- Oregon Manufacturing Innovation Center (OMIC) Research and Development Facility: approved \$3,940,000 Article XI-Q general obligation bonds to finance \$3,875,000 of project costs and \$65,000 for costs of issuing the bonds. The project is to renovate the OMIC Research and Development facility, providing industrial levels of electrical infrastructure, internal temperature controls and systems, storage and management facilities for specialty gas, manufacturing support equipment, structural modifications to support heavy equipment, testing equipment, and ADA compliance.
- Student Recreation Center: approved \$5,115,000 Article XI-F(1) general obligation bonds to finance \$5,000,000 of project costs and \$115,000 for costs of issuing the bonds. The project will re-use existing Athletics Facilities, updating, expanding, and restoring fitness facilities on campus. The university expects to support loan repayments to HECC for debt service on the bonds through building fees assessed to all students enrolled on the Klamath Falls campus.

Oregon State University

- Cordley Hall Renovation, Phase 1: approved \$15,250,000 Article XI-Q general obligation bonds to finance \$15,000,000 of project costs and \$250,000 for costs of issuing the bonds. The renovation project will replace mechanical and electrical systems as well as upgrade fire and life safety systems, including a fire suppression system and modern fire alarms for the approximately 236,000 GSF research building.
- Fairbanks Hall Renovation: approved \$11,220,000 Article XI-Q general obligation bonds to finance \$11,000,000 of project costs and \$220,000 for costs of issuing the bonds. The renovation project will create critically needed space in the currently unutilized fourth floor and make the building fully accessible. The project includes improvements to the building's all-wood structure, plumbing, and ventilation systems, expansion of fire protection systems, and improved fire and life safety egress.
- Gilkey Hall Renovation: approved \$1,045,000 Article XI-Q general obligation bonds to finance \$1,000,000 of project costs and \$45,000 for costs of issuing the bonds and \$2,050,000 Article XI-G bonds to finance \$2,000,000 of project costs and \$50,000 for costs of issuing the bonds. The renovation project will provide a general interior space renewal for the academic directors for undergraduate studies, the

- academic success center, the writing center, computer lab, and international programs. The project also includes upgrades to fire and life safety, plumbing, and HVAC systems. The university will provide the constitutionally required match for the Article XI-G bonds.
- Quality Foods and Beverage Center: approved \$9,100,000 Article XI-G general obligation bonds to finance \$9,000,000 of project costs and \$100,000 for costs of issuing the bonds. The project is to construct a 28,500 GSF building which will include three new research and learning pilot facilities for brewing science, wine science, and dairy science. The university will provide the constitutionally required match for the Article XI-G bonds.
  - Cascades Expansion – Site Reclamation: approved \$9,145,000 Article XI-Q general obligation bonds to finance \$9,000,000 of project costs and \$145,000 for costs of issuing the bonds. The site restoration project will include partial fill and compaction of a pumice mine to bring the site to a condition ready for infrastructure development. The property, a 46-acre pumice mine site, is adjacent to the 10-acre Cascades Campus and is near downtown Bend.

Portland State University

- Graduate School of Education Facility: approved \$9,145,000 Article XI-Q general obligation bonds to finance \$9,000,000 of project costs and \$145,000 for costs of issuing the bonds, \$36,485,000 Article XI-G general obligation bonds to finance \$36,000,000 of project costs and \$485,000 for costs of issuing the bonds, and \$6,080,000 Article XI-F(1) bonds to finance \$6,000,000 of project costs and \$80,000 for costs of issuing the bonds. The project involves construction of a new Graduate School of Education located at 4<sup>th</sup> and Montgomery Streets in Portland. The facility will be a seven to ten story mixed use building with approximately 205,000 GSF of space. The project includes acquisition of land and the design and construction of the new building, including equipment and furnishings. The project involves partnership commitments from Portland Community College, City of Portland, and Oregon Health and Sciences University. The university will use partnership contributions and other funds legally available to the university for the constitutionally required match for the Article XI-G bonds. The university expects to support loan repayments to HECC for debt service on the bonds with retail lease income.
- Corbett Building Purchase: reauthorized \$5,100,000 Article XI-F(1) bonds originally authorized in 2015-17 to finance \$5,031,225 of project costs and \$68,775 for costs of issuing the bonds. The project is to purchase the Corbett Building, at 2828 SW Corbett Avenue in Portland, which is currently leased by PSU for its Business Accelerator program. The building is owned by the PSU Foundation through a subsidiary. The university expects to support loan repayments to HECC for debt service on the bonds through savings from lease payments that will no longer be incurred.
- Residence Hall at 12<sup>th</sup> & Market: approved \$54,225,000 Article XI-F(1) general obligation bonds to finance \$53,500,000 of project costs and \$725,000 for costs of issuing the bonds. The project will involve construction of a new six story housing building on the corner of SW 12th and Market in Portland. The building will be approximately 144,000 GSF of space and result in 201 units and 11,000 GSF for dining services. The university expects to support loan repayments to HECC for debt service on the bonds through student housing revenue.

- Land Acquisition for University Center Building: reauthorized \$10,220,000 Article XI-F(1) bonds originally authorized in 2013-15 and reauthorized in 2015-17, and authorized an additional \$5,040,000 Article XI-F(1) bonds to finance \$15,000,000 of project costs and \$260,000 for costs of issuing the bonds. The project is to purchase land under the university-owned University Center building. The university expects to support loan repayments to HECC for debt service on the bonds through savings from lease payments that will no longer be incurred.

Southern Oregon University

- Central Hall Capital Improvements: approved \$6,125,000 Article XI-Q general obligation bonds to finance \$6,000,000 of project costs and \$125,000 for costs of issuing the bonds. The project includes replacing the HVAC system and electrical systems, upgrading the fire alarm system to meet current code requirements, and addressing water penetration of the exterior concrete façade. The project scope also includes ADA accessibility improvements.

University of Oregon

- Campus for Accelerating Scientific Impact, Phase 1: approved \$50,620,000 Article XI-G general obligation bonds to finance \$50,000,000 of project costs and \$620,000 for costs of issuing the bonds. The project includes construction of the initial phase of the Campus which includes new science lab facilities located north of Franklin Boulevard and other construction, improvements, or acquisitions to support the Campus. The new science lab facilities are expected to be two research structures totaling approximately 150,000 GSF and will house core shared scientific facilities as well as labs. The project is expected to include construction of a sky bridge to connect the science campus to the main campus for safe crossing of Franklin Boulevard. This is phase one of a \$100 million project expected to be completed by June 2020. The university will provide the constitutionally required match for the Article XI-G bonds.

Western Oregon University

- Information Technology Center Renovation, Phase 3: approved \$5,070,000 Article XI-Q bonds to finance \$5,000,000 of project costs and \$70,000 for costs of issuing the bonds and approved \$540,000 Article XI-G bonds to finance \$500,000 of project costs and \$40,000 for costs of issuing the bonds. The project includes seismic improvements to the building structure and replacement of mechanical, electrical and plumbing systems. The first two floors will be remodeled to maximize function, improve access, and comply with current building codes. The university will provide the constitutionally required match for the Article XI-G bonds.
- Oregon Military Building Renovation, Phase 2: approved \$7,335,000 Article XI-Q bonds to finance \$7,200,000 of project costs and \$135,000 for costs of issuing the bonds and approved \$540,000 Article XI-G bonds to finance \$500,000 of project costs and \$40,000 for costs of issuing the bonds. The project includes a redesign and repurpose of the existing military training facility, located within the north perimeter of the



campus, for year-round academic program use, improve ADA accessibility throughout the facility and upgrade mechanical, electrical and plumbing systems. The university will provide the constitutionally required match for the Article XI-G bonds.

#### **HECC - Community Colleges**

The Subcommittee approved 12 new capital projects and reauthorized three capital projects approved in prior biennia for community colleges to finance total project costs of \$101,397,241. The projects are included in the budget for the Higher Education Coordinating Commission (HECC). The proceeds of Article XI-G bonds will be used to provide grants from HECC to the applicable community college, and the debt service on the bonds will be paid with General Fund. Each community college must provide the constitutionally required match for the Article XI-G bonds before the bonds can be issued. Match funds may come from a variety of sources including grants, donations, partnership contributions, local bond levies, or some combination of sources. The approved projects are listed below.

- Blue Mountain Community College – Facility for Agricultural Resource Management (FARM) Phase 2: approved \$5,115,000 Article XI-G bonds to finance \$5,000,000 of project costs and \$115,000 for costs of issuing the bonds. The project is to design and construct a new facility to support animal science programs, including veterinary assistant/technician, equine and the livestock judging and rodeo teams. The community college will provide the constitutionally required match for the Article XI-G bonds through various possible revenues.
- Chemeketa Community College – Agricultural Complex: approved \$6,125,000 Article XI-G bonds to finance \$6,000,000 of project costs and \$125,000 for costs of issuing the bonds. The project is to construct a new agricultural complex on the main Salem campus. The complex will include a classroom and office building, storage space, a greenhouse, hoop houses, learning and research gardens, and an incubator farm. The community college will provide the constitutionally required match for the Article XI-G bonds with their Capital Development Reserve Funds.
- Clackamas Community College – Delardin Building Addition: approved \$8,140,000 Article XI-G bonds to finance \$8,000,000 of project costs and \$140,000 for costs of issuing the bonds. The project is to construct an 18,500 sq. ft. addition to the Delardin building to house state-of-the-art science laboratories for chemistry, biology, and microbiology along with informal learning space lab support/shared preparation space for staff efficiency and general purpose classroom. The project scope also includes renovation and repurpose of approximately 20,000 sq. ft. of lab space in Pauling, which will be vacated after the Delardin addition is complete, to support other STEM programs such as engineering. The community college will provide the constitutionally required match for the Article XI-G bonds with funds from 2017 tax supported bonds approved by voters in 2014.
- Clackamas Community College – Student Services and Community Commons: approved \$8,140,000 Article XI-G bonds to finance \$8,000,000 of project costs and \$140,000 for costs of issuing the bonds. The project includes replacement of the current community center with a new building that will provide approximately 54,500 sq. ft., doubling the current square footage for programs and services. The Student Services and Community Commons will house community common event space; multi-purpose meetings rooms and classrooms; informal learning and study lounges; student support services offices; student government and student organizations offices; and consolidation of the

bookstore and dining facilities. The community college will provide the constitutionally required match for the Article XI-G bonds with funds from 2017 tax supported bonds approved by voters in 2014.

- Clatsop Community College - Marine Science Center Renovation and Expansion: approved \$8,135,000 in Article XI-G bonds to finance \$7,996,994 of projects costs and \$138,006 for costs of issuing the bonds. The project is to renovate and expand the Marine Science Center building on the Marine and Environmental Research Training Station (MERTS) campus, including the addition of a second floor, labs, and expanded faculty and support space. The project scope also includes updated infrastructure throughout and in support of the new building and programs space. The community college will provide the constitutionally required match for the Article XI-G bonds through various funding options, including bonds and a capital campaign.
- Columbia Gorge Community College – Middle College Prototype Facility: reauthorized \$7,400,000 in Article XI-G bonds to finance \$7,320,000 of project costs and \$80,000 for costs of issuing the bonds. This project was approved as a scope change in HB 5202 (2016) to the originally approved Advanced Technology Center project, which was authorized in SB 5507 (2013) and reauthorized in HB 5005 (2015). The project is to construct a Middle College Prototype facility to be used by the college and the North Wasco School District to focus on grades 11 through 14 and the transition between high school and post-secondary education. The project involves: a Treaty Oak Regional Skills Center, which will include a high-bay skills center, portable equipment stations, CTE training and business incubator; equipment bay for the fire science training program; fitness facilities and a track/soccer field; and on-campus workforce housing for CGCC enrollees, Mid-Col. Fire & Rescue District response personnel and trainees. The community college will provide the constitutionally required match for the Article XI-G bonds through a combination of direct private and public investment.
- Lane Community College – Health Care Village Facility: approved \$8,140,000 Article XI-G bonds to finance \$8,000,000 of project costs and \$140,000 for costs of issuing the bonds. The project is to construct a new facility on the main campus for the dental clinic, dental lab, medical office assistant, faculty offices, and support spaces. This facility is expected to provide sufficient space for program consolidation, sterilization, student workspace, and modern equipment/technology for the dental programs. The community college will provide the constitutionally required match for the Article XI-G bonds through a local bond levy and/or private fundraising.
- Linn-Benton Community College – Student Advising and Campus Safety Center: approved \$7,635,000 Article XI-G bonds to finance \$7,500,000 of project costs and \$135,000 for costs of issuing the bonds. The project involves renovation of the student affairs and campus safety spaces, including creation of a new Student Advising Center and expanding space for public safety and disability services. This project also includes renovation of the career technical center and classroom space. The community college will provide the constitutionally required match for the Article XI-G bonds with proceeds from a 2014 bond issuance.
- Mt. Hood Community College – Maywood Park Center: approved \$8,140,000 Article XI-G bonds to finance \$8,000,000 of project costs and \$140,000 for costs of issuing the bonds. The project is to construct a new 60,000 sq. ft. building, the Maywood Park Center, to replace the current Maywood Park building. The new facility will provide space for classrooms, student services, workforce support, administration,

community meetings, and building support space. The building will house the college's western district workforce training, certificate and degree programs. The community college will provide the constitutionally required match for the Article XI-G bonds through various possible revenue sources which may include grants, donations, partnership contributions, a local bond levy, or some combination of sources.

- Oregon Coast Community College – Workforce Education and Resiliency Center: approved \$8,140,000 Article XI-G bonds to finance \$8,000,000 of project costs and \$140,000 for costs of issuing the bonds. The project is to construct a new 30,000 sq. ft., two story building to provide space for workforce development academic programs, student study areas, as well as administrative and faculty offices. The community college will provide the constitutionally required match for the Article XI-G bonds through various revenues, including a local bond levy and a capital construction campaign.
- Portland Community College – Health Technology Building Renovation: approved \$8,140,000 Article XI-G bonds to finance \$8,000,000 of project costs and \$140,000 for costs of issuing the bonds. The renovation project is to demolish the 55,800 sq. ft. interior space, reconstruct instructional spaces, replace restroom fixtures and locker rooms, incorporate seismic standards, and replace non code compliant mechanical, electrical and plumbing systems. The community college will provide the constitutionally required match for the Article XI-G bonds with proceeds from a 2008 bond levy and a 2017 bond levy (if approved).
- Rogue Community College – Elk Building Science Facility Renovation and Expansion: approved \$6,125,000 Article XI-G bonds to finance \$6,000,000 of project costs and \$125,000 for costs of issuing the bonds. The project includes renovation of the existing 10,086 sq. ft. Elk Building science facility and adding 16,000 sq. ft. of space to provide the nursing and allied health programs with a more modern science facility. The project will increase instructional capacity, redesign lab spaces, and expand infrastructure to meet current and future academic needs. The community college will provide the constitutionally required match for the Article XI-G bonds with proceeds from a May 2016 bond.
- Southwestern Oregon Community College – Dellwood Hall Remodel and Expansion: approved \$2,805,000 Article XI-G bonds to finance \$2,749,997 of project costs and \$55,003 for costs of issuing the bonds. The project is to remodel Dellwood Hall including construction of a 12,100 sq. ft. second floor onto the existing one story building. The project will integrate all student services into one building to create a comprehensive Student Services Center. The community college will provide the constitutionally required match for the Article XI-G bonds with private funds, grants, and possibly a bond levy.
- Treasure Valley Community College – Workforce Vocational Center: reauthorized \$2,865,000 in Article XI-G bonds to finance \$2,830,250 of project costs and \$34,750 for costs of issuing the bonds. This project was originally approved in SB 5507 (2013) and was reauthorized in HB 5005 (2015). The project involves construction of a new facility to expand space for welding training and to house natural resource, renewable energy, wild land fire, construction trades, and waste water management programs. The community college will provide the constitutionally required match for the Article XI-G bonds with grants, fundraising, and/or a district bond levy.

- Umpqua Community College – Industrial Technology Building: reauthorized \$8,140,000 in Article XI-G bonds to finance \$8,000,000 of project costs and \$140,000 for costs of issuing the bonds. This project was originally approved in SB 5507 (2013) and was reauthorized in HB 5005 (2015). The project is to construct a new two-story, 68,000 sq. ft. building that will bring together automotive, welding/fabrication, and manufacturing programs into one facility. The project includes a 20-bay automotive service shop, tools room, auto classroom, lab, small lobby, and four faculty offices. The community college will provide the constitutionally required match for the Article XI-G bonds with a bond levy and/or fundraising.

Program Designation	2015-17 Legislatively Approved	2017-19 Governor's Budget	2017-19 Committee Recommendations	Changes from Governor's Budget
<b>GENERAL OBLIGATION BONDS</b>				
<b>General Fund Obligations</b>				
Higher Education Coordinating Comm. - PU (Art. XI-G)	\$ 92,450,000	\$ 121,690,000	\$ 101,385,000	\$ (20,305,000)
Higher Education Coordinating Comm. - CC (Art. XI-G)	\$ 58,401,600	\$ 102,795,250	\$ 103,185,000	\$ 389,750
Oregon Health and Science University (Art. XI-G)	\$ 200,035,000	\$ -	\$ -	\$ -
Dept of Environmental Quality (Art. XI-H)	\$ -	\$ 10,300,000	\$ 10,300,000	\$ -
Oregon Business Development Dept. (Art. XI-M)	\$ 176,870,000	\$ 161,680,000	\$ 101,180,000	\$ (60,500,000)
Oregon Business Development Dept. (Art. XI-N)	\$ 30,440,000	\$ 40,580,000	\$ 20,430,000	\$ (20,150,000)
Oregon Department of Education (Art. XI-P)	\$ 126,210,000	\$ 120,065,000	\$ 100,985,000	\$ (19,080,000)
Department of Administrative Services (Art. XI-Q)	\$ 433,460,000	\$ 411,752,389	\$ 563,839,225	\$ 152,086,836
Oregon Department of Transportation (Art. XI, Sec. 7)	\$ 35,475,000	\$ -	\$ -	\$ -
<b>Dedicated Fund Obligations</b>				
Department of Veterans' Affairs (Art. XI-A)	\$ 100,000,000	\$ 120,000,000	\$ 120,000,000	\$ -
Higher Education Coordinating Comm. (Art. XI-F(1))	\$ 74,225,000	\$ 81,470,000	\$ 86,570,000	\$ 5,100,000
Dept of Environmental Quality (Art. XI-H)	\$ 10,000,000	\$ 10,000,000	\$ 10,000,000	\$ -
Water Resources Department (Art. XI-(1))	\$ 30,520,000	\$ -	\$ -	\$ -
Housing and Community Services Dept (Art. XI-(2))	\$ 25,000,000	\$ 25,000,000	\$ 25,000,000	\$ -
Department of Energy/OBDD (Art. XI-J)	\$ 25,000,000	\$ -	\$ -	\$ -
Department of Administrative Services (Art. XI-Q)	\$ 17,275,000	\$ 2,607,611	\$ 14,435,775	\$ 11,828,164
<b>Total General Obligation Bonds</b>	<b>\$ 1,435,361,600</b>	<b>\$ 1,207,940,250</b>	<b>\$ 1,257,310,000</b>	<b>\$ 49,369,750</b>
<b>REVENUE BONDS</b>				
<b>Direct Revenue Bonds</b>				
Housing and Community Services Department	\$ 300,000,000	\$ 300,000,000	\$ 300,000,000	\$ -
Department of Transportation	\$ -	\$ -	\$ -	\$ -
Highway User Tax	\$ 393,160,000	\$ -	\$ -	\$ -
Oregon Business Development Department	\$ 30,000,000	\$ 30,000,000	\$ 30,000,000	\$ -
Department of Administrative Services	\$ -	\$ -	\$ -	\$ -
Lottery Revenue Bonds	\$ 213,125,000	\$ 219,915,000	\$ 199,860,000	\$ (20,055,000)
<b>Total Direct Revenue Bonds</b>	<b>\$ 936,285,000</b>	<b>\$ 549,915,000</b>	<b>\$ 529,860,000</b>	<b>\$ (20,055,000)</b>

<b>Pass Through Revenue Bonds</b>						
Oregon Business Development Department						
Industrial Development Bonds	\$ 200,000,000	\$ 400,000,000	\$ 400,000,000	\$ 400,000,000	\$ -	
Beginning and Expanding Farmer Loan Program	\$ 10,000,000	\$ 10,000,000	\$ 10,000,000	\$ 10,000,000	\$ -	
Oregon Facilities Authority	\$ 950,000,000	\$ 1,350,000,000	\$ 1,350,000,000	\$ 1,350,000,000	\$ -	
Housing and Community Services Department	\$ 250,000,000	\$ 250,000,000	\$ 325,000,000	\$ 325,000,000	\$ 75,000,000	
<b>Total Pass Through Revenue Bonds</b>	<b>\$ 1,410,000,000</b>	<b>\$ 2,010,000,000</b>	<b>\$ 2,085,000,000</b>	<b>\$ 2,085,000,000</b>	<b>\$ 75,000,000</b>	
<b>Total Revenue Bonds</b>	<b>\$ 2,346,285,000</b>	<b>\$ 2,559,915,000</b>	<b>\$ 2,614,860,000</b>	<b>\$ 2,614,860,000</b>	<b>\$ 54,945,000</b>	

**OTHER FINANCING AGREEMENTS**

Department of Administrative Services	\$ 46,500,000	\$ 10,000,000	\$ 110,985,000	\$ 110,985,000	\$ 100,985,000
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**Senate Bill 5505, SECTION 4  
Private Activity Bond Allocation for Calendar Years 2018 and 2019**

Allocation For:	2015-17 Legislatively Approved Budget		2017-19 Committee Recommendations	
	2016 Calendar Year	2017 Calendar Year	2018 Calendar Year	2019 Calendar Year
Oregon Business Development Department, Industrial Development Bonds	\$ 40,000,000	\$ 40,000,000	\$ 40,000,000	\$ 40,000,000
Oregon Business Development Department, Beginning and Expanding Farmer Loan Program	\$ 5,000,000	\$ 5,000,000	\$ 5,000,000	\$ 5,000,000
Oregon Housing & Community Services Department	\$ 125,000,000	\$ 125,000,000	\$ 125,000,000	\$ 125,000,000
State Department of Energy	\$ 5,000,000	\$ 5,000,000	\$ -	\$ -
Private Activity Bond Committee	\$ 222,023,900	\$ 222,023,900	\$ 239,346,500	\$ 239,346,500
<b>Totals</b>	<b>\$ 397,023,900</b>	<b>\$ 397,023,900</b>	<b>\$ 409,346,500</b>	<b>\$ 409,346,500</b>

# APPENDIX F: RELEVANT BUDGET REPORTS (2018 Session)

## SB 5702

79th Oregon Legislative Assembly – 2018 Regular Session

### SB 5702 A BUDGET REPORT and MEASURE SUMMARY

**Carrier:** Rep. Whisnant

#### Joint Committee On Ways and Means

**Action Date:** 03/02/18

**Action:** Do Pass the A-Eng bill.

**House Vote**

**Yeas:** 11 - Gomerberg, Holvey, McLane, Nathanson, Noble, Rayfield, Smith G, Smith Warner, Stark, Whisnant, Williamson

**Senate Vote**

**Yeas:** 11 - DeBoer, Frederick, Girod, Hansell, Johnson, Manning Jr, Monroe, President Courtney, Roblan, Steiner Hayward, Thomsen

**Exc:** 1 - Winters

**Prepared By:** Jean Gabriel, Department of Administrative Services

**Reviewed By:** Amanda Beitel, Legislative Fiscal Office

**Various Agencies  
2017-19**

This summary has not been adopted or officially endorsed by action of the committee.

SB 5702 A

1 of 7

**Summary of Changes in Bonding Authority**

Program Designation	2017-19		2017-19		2018 Session Legislative Adjustments
	Legislatively Adopted Budget	Legislatively Approved Budget	Legislatively Adopted Budget	Legislatively Approved Budget	
<b>GENERAL OBLIGATION BONDS</b>					
<b>General Fund Obligations</b>					
Higher Education Coordinating Comm. - PU (Art. XI-G)	\$ 101,385,000	\$ 131,890,000	\$ 101,385,000	\$ 131,890,000	\$ 30,505,000
Department of Administrative Services (Art. XI-Q)	\$ 563,839,225	\$ 613,689,225	\$ 563,839,225	\$ 613,689,225	\$ 49,850,000
<b>Dedicated Fund Obligations</b>					
Higher Education Coordinating Comm. (Art. XI-F(1))	\$ 86,570,000	\$ 90,520,000	\$ 86,570,000	\$ 90,520,000	\$ 3,950,000
<b>REVENUE BONDS</b>					
<b>Direct Revenue Bonds</b>					
Housing and Community Services Department	\$ 300,000,000	\$ 400,000,000	\$ 300,000,000	\$ 400,000,000	\$ 100,000,000
Department of Administrative Services	\$ 199,860,000	\$ 221,025,000	\$ 199,860,000	\$ 221,025,000	\$ 21,165,000
Lottery Revenue Bonds					
<b>Pass Through Revenue Bonds</b>					
Housing and Community Services Department	\$ 325,000,000	\$ 600,000,000	\$ 325,000,000	\$ 600,000,000	\$ 275,000,000
<b>CERTIFICATES OF PARTICIPATION AND OTHER FINANCING AGREEMENTS</b>					
Department of Administrative Services	\$ 110,985,000	\$ 127,985,000	\$ 110,985,000	\$ 127,985,000	\$ 17,000,000



## **Summary of Capital Construction Subcommittee Action**

SB 5702 increases bond authorizations for the 2017-19 biennium and makes changes to previously approved bond authorizations.

### **General Fund Obligations**

The Subcommittee increased the Higher Education Coordinating Commission (HECC) Article XI-G general obligation bond authorization for Public Universities by \$30,505,000, from \$101,385,000 to \$131,890,000. The increase provides funding to finance grants for one new capital project and an increase in a previously approved capital project. Projects are described later in this report.

The Subcommittee increased General Fund supported Article XI-Q general obligation bond authority by \$49,850,000, from \$563,839,225 to \$613,689,225, to finance the capital costs of projects for real or personal property owned or operated by the state. The projects and agencies are listed below, with the exception of HECC; projects funded by grants from the HECC to Public Universities are described later in this report.

- Department of Environmental Quality, Environmental Data Management System (EDMS): approved \$5,070,000 Article XI-Q bonds to finance \$5,000,000 project costs and \$70,000 for costs of issuing the bonds. The project is to implement the foundational build of a customized off-the-shelf (COTS) software solution that will replace multiple outdated and disparate information technology systems currently in use. The EDMS project will provide a common platform to receive and share environmental information and support e-commerce and web-based interactions.
- Department of Justice, Child Support Automated Enforcement System: approved an additional \$2,815,000 Article XI-Q bonds to finance \$2,758,537 project costs and \$56,463 for costs of issuing the bonds. The authorization results in total 2017-19 Article XI-Q bond authority of \$19,400,000, including \$19,026,170 project costs and \$373,830 costs of issuance, for the development and implementation of a new automated system for the Oregon Child Support Program. The additional bond authority is primarily provided to safeguard the progress of the project should there be a major issue during User Acceptance Testing (UAT). UAT started in February 2018 and continues through May 2018. If the additional amount authorized is not determined to be needed by September 30, 2018, the unused portion will not be issued in the spring 2019 bond sale.
- Legislative Administration Committee, Capitol Accessibility, Maintenance, and Safety: approved an additional \$9,700,000 Article XI-Q bonds to finance \$9,548,450 project costs and \$151,550 for costs of issuing the bonds. The authorization results in total 2017-19 Article XI-Q bond authority of \$23,660,000, including \$23,269,092 project costs and \$390,908 costs of issuance, for capital improvements to the State Capitol Building, including improvements to ADA accessibility and safety.

### Dedicated Fund Obligations

The Subcommittee increased the Higher Education Coordinating Commission Article XI-F (1) general obligation bond authorization by \$3,950,000, from \$86,570,000 to \$90,520,000. The increase provides funding to finance loans for two previously approved Public University capital projects. Projects are described later in this report.

The Subcommittee approved increasing authority for Other Financing Agreements by \$17,000,000, from \$10,000,000 to \$27,000,000, for the Department of Administrative Services to enter into capital lease agreements for various equipment needs during the 2017-19 biennium.

### Revenue Bonds

The Subcommittee approved increasing the Housing and Community Services Department's direct revenue bond authority by \$100,000,000 and pass-through revenue bond authority by \$275,000,000 to accommodate projected awards for first-time homebuyer mortgage financing and affordable multifamily housing. The increases result in total 2017-19 direct and pass-through revenue bond authority of \$400,000,000 and \$600,000,000, respectively.

The Subcommittee increased the Department of Administrative Services' Lottery Revenue Bond limit by \$21,165,000, from \$199,860,000 to \$221,025,000. The increased Lottery Revenue Bond authorization provides funding for the following projects, with the exception of HECC; projects funded by grants from the HECC to Public Universities are described later in this report.

- Department of Administrative Services, De Paul Treatment Center: approved \$2,225,000 lottery bonds to provide \$2,000,000 in net proceeds for distribution to De Paul Treatment Centers for a new treatment center facility.
- Department of Administrative Services, Trillium Children's Farm Home: approved \$3,315,000 lottery bonds to provide \$3,000,000 in net proceeds for distribution to Trillium Family Services for construction of the second of three buildings at the Children's Farm Home Corvallis campus that house the state's Secure Adolescent Inpatient Program (SAIP).
- Water Resources Department, City of Carlton Water Loss Reduction: approved an additional \$5,710,000 lottery bonds to provide \$5,150,000 in net proceeds for distribution to the City of Carlton to replace the city's finished water supply line and reduce water loss. The additional authority increases the total amount of net proceeds available for the project from the \$2,000,000 previously authorized in the 2017 legislative session to a total of \$7,150,000 for the 2017-19 biennium.

**Budget Note:**

The Water Resources Department (WRD) is directed to report to the Emergency Board, no later than December 2018, on publicly owned high-hazard dams in Oregon that have unsatisfactory or poor condition ratings. The report shall include existing WRD Dam Safety Program activities, such as dam inspection and Emergency Action Plans, as well as policy and budget recommendations related to the repair, remediation, and replacement of dams with significant risk of failure. The report should include the approximate cost to rehabilitate dam infrastructure with unsatisfactory and poor condition ratings and existing federal, state, and local resources currently available for this purpose.

**Other Legislative Changes**

The Subcommittee approved using remaining Article XI-Q general obligation bond proceeds authorized in HB 5202 (2016) to the Higher Education Coordinating Commission for Oregon Institute of Technology (OIT) to repair and modernize failing infrastructure systems, including storm drain, sewer, power, water, and geothermal systems that provide core services to university buildings and facilities. The funds were originally authorized to repair infrastructure failures in the North Utility Corridor Electrical Supply Feed and the College Union Building Storm Drainage System. OIT expects to complete the original project scope approximately \$2,500,000 under budget and will use the remaining bond proceeds to repair, replace, and improve additional core infrastructure systems.

The Subcommittee approved using \$3,000,000 of net lottery bonds proceeds authorized in SB 5533 (2013) to the Oregon Department of Transportation (ODOT) for the Oregon International Port of Coos Bay to acquire the Coos Bay Rail link rolling stock, including locomotives, cars, and hi-rails. Lottery bonds proceeds of \$10,000,000 were originally approved in 2013 to ODOT for the Oregon International Port of Coos Bay to acquire, construct, or improve the Coos Bay rail link railroad right-of-way infrastructure. Designating \$3,000,000 of remaining proceeds towards the acquisition of rolling stock leaves \$7,000,000 authorized for the original project, in addition to \$10,000,000 that was approved for acquisition, construction, or improvement of the Coos Bay rail link in HB 5030 (2015).

The Subcommittee also approved specifically allocating \$1,500,000 of net lottery bond proceeds authorized in HB 5030 (2015) for development, acquisition, renovation, or improvement of affordable housing for Oregonians who have mental illnesses or addiction disorders to the Yaquina Hall-Southfair Bundle project. The Housing and Community Services Department (HSCD) has approximately \$8,000,000 in remaining unallocated lottery bonds proceeds from the \$20,000,000 total lottery bonds approved in 2015 for mental health housing. HSCD is directed award \$1,500,000 from the unallocated proceeds, in addition to any amounts previously awarded, to Salem Housing Authority for the Yaquina Hall-Southfair Bundle acquisition and rehabilitation development project. Yaquina Hall and Southfair Apartments will provide 93 units of affordable housing to low-income Salem residents, with 20 units being designated for individuals with mental illness.

Detail of projects authorized for the Higher Education Coordinating Commission through bond financing is included below.

**Higher Education Coordinating Commission**

The Subcommittee approved three new capital projects and increases to three previously approved capital projects for Public Universities to finance total projects costs of \$74,650,000. The projects are included in the budget for the Higher Education Coordinating Commission (HECC). The proceeds of Article XI-G, Article XI-Q, and Lottery Revenue bonds will be used to provide grants from HECC to the applicable public university, and the debt service on these bonds will be paid with General Fund and Lottery Funds, respectively. HECC will administer grants to public universities funded with lottery bond proceeds consistent with the grants funded with general obligation bond proceeds, including the requirement that grant contracts between HECC and the applicable universities must be approved by the Department of Administrative Services. Each university must provide the constitutionally required match for the Article XI-G bonds before the bonds can be issued. The proceeds of Article XI-F (1) bonds will be used to provide loans from HECC to the applicable public university, and the debt service on the Article XI-F (1) bonds will be paid by HECC with Other Funds using loan repayments received from the applicable university made with university resources. The approved projects are below.

**Budget Note:**

The Higher Education Coordinating Commission is directed to report to the Emergency Board in May 2018 on the statewide criteria developed to evaluate and prioritize Public University capital requests that are proposed in the agency's request budget. The criteria and evaluation process should provide, at a minimum, comparable information across projects, objective analysis of each request, and prioritization of deferred maintenance activities.

**Eastern Oregon University**

- Field House Facility: approved \$9,915,000 Lottery Revenue Bonds to finance \$9,000,000 of project costs and \$915,000 costs of issuing bonds and debt service reserves. The project is to construct a new 30,000 square foot field house that will include a track and field area; physical activity and health education area; outdoor program area; locker rooms and public restrooms; and stadium seating. Cross-laminated timber (CLT) will be utilized as a primary construction material in the facility.
- Track and Field Facilities Restoration: approved an additional \$390,000 Article XI-F (1) general obligation bonds to finance \$350,000 of project costs and \$40,000 for costs of issuing the bonds. The authorization results in total 2017-19 Article XI-F (1) bond authority of \$1,180,000, including \$1,100,000 project costs and \$80,000 costs of issuance, for removal and replacement of the track and related infrastructure and the addition of a scorer's station, restroom facilities, and guest seating. The university expects to support loan repayments to HECC for debt service on the bonds through tuition and fee revenues.

Oregon State University

- Cascades Expansion - Academic Building 2: approved \$29,410,000 Article XI-Q general obligation bonds to finance \$29,000,000 of project costs and \$410,000 for costs of issuing the bonds and \$10,215,000 Article XI-G general obligation bonds to finance \$10,000,000 of project costs and \$215,000 for costs of issuing the bonds. The project is to construct a new 55,000 square foot academic building that will include laboratories, general purpose classrooms, faculty offices, and other learning and support and research spaces, as well as associated utilities and surface parking. Oregon building products, such as CLT and regional wood products, will be incorporated in the facility structural components and aesthetic features. The university will provide the constitutionally required match for the Article XI-G bonds.

Southern Oregon University

- Boiler Replacement: approved \$2,855,000 Article XI-Q general obligation bonds to finance \$2,800,000 of project costs and \$55,000 for costs of issuing the bonds. The project includes replacement of two steam boilers, a condensate storage tank, the boiler control system, and an undersized chiller.

University of Oregon

- Campus for Accelerating Scientific Impact, Phase II: approved an additional \$20,290,000 Article XI-G general obligation bonds to finance \$20,000,000 of project costs and \$290,000 for costs of issuing the bonds. The project is to partially fund the second phase of the Campus, which includes new science lab facilities located north of Franklin Boulevard and other construction, improvements, or acquisitions to support the Campus. \$50,620,000 was approved in the 2017 legislative session to finance project costs of \$50,000,000 for the initial phase of the Campus project. CLT will also be incorporated in the public-facing areas of the building, including the structure that connects the two towers. The university will provide the constitutionally required match for the Article XI-G bonds.

Western Oregon University

- Natural Sciences Building Renovation: approved \$3,560,000 Article XI-F (1) general obligation bonds to finance \$3,500,000 of project costs and \$60,000 for costs of issuing the bonds. The project is to renovate and seismically upgrade the Natural Sciences Building for use by the physical and natural sciences programs. In 2015 (HB 5005), Article XI-Q bonds were approved to finance project costs of \$5,940,000 for the renovation project; however, after completion of initial architectural and engineering work and incorporation of additional unforeseen life-safety and ADA requirements, the total project cost is estimated at \$9,500,000. The university expects to support loan repayments to HECC for debt service on the bonds with institutional revenues.

# HB 5201

79th Oregon Legislative Assembly – 2018 Regular Session

## HB 5201 A BUDGET REPORT and MEASURE SUMMARY

Carrier: Sen. Johnson

### Joint Committee On Ways and Means

**Action Date:** 03/02/18

**Action:** Do pass the A-Eng bill.

**Senate Vote**

**Yeas:** 11 - DeBoer, Frederick, Girod, Hansell, Johnson, Manning Jr, Monroe, President Courtney, Roblan, Steiner Hayward, Thomsen

**Exc:** 1 - Winters

**House Vote**

**Yeas:** 10 - Gombert, Holvey, McLane, Nathanson, Noble, Rayfield, Smith Warner, Stark, Whisnant, Williamson

**Exc:** 1 - Smith G

**Prepared By:** Linda Ames and Gregory Jolivet, Legislative Fiscal Office

**Reviewed By:** Paul Siebert, Legislative Fiscal Office

Emergency Board

2017-19

Various Agencies

2017-19

\* CORRECTED \*

This summary has not been adopted or officially endorsed by action of the committee.

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## Budget Summary\*

	2017-19 Legislatively Adopted Budget	2018 Committee Recommendation	Committee Change from 2017-19 Leg. Adopted	% Change
			\$ Change	
<b><u>Emergency Board</u></b>				
General Fund - General Purpose	\$ 49,747,628	\$ 49,747,628	\$ -	0.0%
General Fund - Special Purpose Appropriations	\$ -	\$ -	\$ -	-100.0%
State Agencies for state employee compensation	\$ 100,000,000	\$ -	\$ (100,000,000)	-100.0%
State Agencies for non-state worker compensation	\$ 10,000,000	\$ -	\$ (10,000,000)	-100.0%
Long Term Care Ombudsman - public guardian	\$ 200,000	\$ -	\$ (200,000)	-100.0%
Dept. of Human Services - foster parent supports	\$ 750,000	\$ -	\$ (750,000)	-100.0%
Chief Education Office - 2nd year funding	\$ 3,972,118	\$ -	\$ (3,972,118)	-100.0%
Judicial Dept. - grand jury recordings	\$ 7,900,000	\$ 7,900,000	\$ -	0.0%
Dept. of Forestry - fire protection expenses	\$ 6,000,000	\$ 4,000,000	\$ (2,000,000)	-33.3%
Department of Revenue - position reconciliation	\$ -	\$ 650,000	\$ 650,000	
Secretary of State - 2018 Special Election costs	\$ -	\$ 1,656,115	\$ 1,656,115	
Oregon Health Authority - mental health res. rates	\$ -	\$ 2,000,000	\$ 2,000,000	
Department of Human Services - ventilator costs	\$ -	\$ 300,000	\$ 300,000	
Dept. of Human Services/Oregon Health Auth. - caseload costs or other budget challenges	\$ -	\$ 30,000,000	\$ 30,000,000	
Department of Human Services - child welfare costs	\$ -	\$ 2,500,000	\$ 2,500,000	
<b><u>ADMINISTRATION PROGRAM AREA</u></b>				
<b><u>Department of Administrative Services</u></b>				
General Fund	\$ 12,606,693	\$ 20,931,500	\$ 8,324,807	66.0%
General Fund Debt Service	\$ 7,254,563	\$ 7,137,196	\$ (117,367)	-1.6%
Lottery Funds Debt Service	\$ 16,294,967	\$ 15,873,695	\$ (421,272)	-2.6%
Other Funds	\$ 514,676,438	\$ 537,626,451	\$ 22,950,013	4.5%
Other Funds Debt Service	\$ 406,585,310	\$ 406,616,039	\$ 30,729	0.0%
<b><u>Advocacy Commissions Office</u></b>				
General Fund	\$ 697,136	\$ 720,802	\$ 23,666	3.4%
<b><u>Employment Relations Board</u></b>				
General Fund	\$ 2,491,749	\$ 2,556,694	\$ 64,945	2.6%
Other Funds	\$ 2,500,764	\$ 2,556,456	\$ 55,692	2.2%

## Budget Summary\*

	2017-19 Legislatively Adopted Budget	2018 Committee Recommendation	Committee Change from 2017-19 Leg. Adopted	
			\$ Change	% Change
<u>Oregon Government Ethics Commission</u>				
Other Funds	\$ 2,705,247	\$ 2,758,688	\$ 53,441	2.0%
<u>Office of the Governor</u>				
General Fund	\$ 12,947,791	\$ 13,660,135	\$ 712,344	5.5%
Lottery Funds	\$ 3,689,100	\$ 3,723,949	\$ 34,849	0.9%
Other Funds	\$ 3,322,288	\$ 3,413,769	\$ 91,481	2.8%
Federal Funds	\$ 6,907,780	\$ 3,585,152	\$ (3,322,628)	-48.1%
<u>Oregon Liquor Control Commission</u>				
Other Funds	\$ 206,250,022	\$ 212,267,011	\$ 6,016,989	2.9%
<u>Public Employees Retirement System</u>				
Other Funds	\$ 98,448,004	\$ 101,458,179	\$ 3,010,175	3.1%
<u>Racing Commission</u>				
Other Funds	\$ 6,353,396	\$ 6,422,599	\$ 69,203	1.1%
<u>Department of Revenue</u>				
General Fund	\$ 188,533,904	\$ 194,469,572	\$ 5,935,668	3.1%
Other Funds	\$ 124,776,501	\$ 129,820,700	\$ 5,044,199	4.0%
<u>Secretary of State</u>				
General Fund	\$ 10,426,561	\$ 12,649,135	\$ 2,222,574	21.3%
Other Funds	\$ 56,998,482	\$ 58,170,519	\$ 1,172,037	2.1%
Federal Funds	\$ 4,721,387	\$ 4,882,166	\$ 160,779	3.4%
<u>State Library</u>				
General Fund	\$ 3,990,257	\$ 4,060,172	\$ 69,915	1.8%
Other Funds	\$ 6,717,774	\$ 6,842,189	\$ 124,415	1.9%
Federal Funds	\$ 5,275,247	\$ 5,309,791	\$ 34,544	0.7%



**Budget Summary\***

	2017-19 Legislatively Adopted Budget	2018 Committee Recommendation	Committee Change from 2017-19 Leg. Adopted	
			\$ Change	% Change
<u>State Treasurer</u>				
General Fund	\$ 3,490,552	\$ 5,361,270	\$ 1,870,718	53.6%
Other Funds	\$ 80,418,025	\$ 82,003,898	\$ 1,585,873	2.0%
<b><u>CONSUMER AND BUSINESS SERVICES PROGRAM</u></b>				
<b><u>AREA</u></b>				
<u>State Board of Accountancy</u>				
Other Funds	\$ 2,583,982	\$ 2,617,527	\$ 33,545	1.3%
<u>Chiropractic Examiners Board</u>				
Other Funds	\$ 2,014,079	\$ 2,027,840	\$ 13,761	0.7%
<u>Consumer and Business Services</u>				
Other Funds	\$ 246,276,380	\$ 252,580,722	\$ 6,304,342	2.6%
Federal Funds	\$ 14,466,034	\$ 16,803,370	\$ 2,337,336	16.2%
<u>Construction Contractors Board</u>				
Other Funds	\$ 15,859,876	\$ 16,174,047	\$ 314,171	2.0%
<u>Board of Dentistry</u>				
Other Funds	\$ 3,277,010	\$ 3,328,763	\$ 51,753	1.6%
<u>Health Related Licensing Boards</u>				
State Mortuary and Cemetery Board				
Other Funds	\$ 2,152,200	\$ 2,191,749	\$ 39,549	1.8%
Board of Naturopathic Medicine				
Other Funds	\$ 799,923	\$ 809,413	\$ 9,490	1.2%
Occupational Therapy Licensing Board				
Other Funds	\$ 483,425	\$ 514,522	\$ 31,097	6.4%
Board of Medical Imaging				
Other Funds	\$ 886,265	\$ 898,304	\$ 12,039	1.4%
State Board of Examiners for Speech-Language Pathology and Audiology				
Other Funds	\$ 615,945	\$ 756,010	\$ 140,065	22.7%

**Budget Summary\***

	2017-19 Legislatively Adopted Budget	2018 Committee Recommendation	Committee Change from 2017-19 Leg. Adopted	% Change
			\$ Change	
Oregon State Veterinary Medical Examining Board Other Funds	\$ 973,220	\$ 1,034,917	\$ 61,697	6.3%
<b><u>Bureau of Labor and Industries</u></b>				
General Fund	\$ 13,119,229	\$ 13,461,114	\$ 341,885	2.6%
Other Funds	\$ 12,162,061	\$ 12,675,846	\$ 513,785	4.2%
Federal Funds	\$ 1,258,596	\$ 1,297,545	\$ 38,949	3.1%
<b><u>Licensed Social Workers, Board of</u></b>				
Other Funds	\$ 1,697,440	\$ 1,717,671	\$ 20,231	1.2%
<b><u>Oregon Medical Board</u></b>				
Other Funds	\$ 12,595,547	\$ 12,840,109	\$ 244,562	1.9%
<b><u>Mental Health Regulatory Agency</u></b>				
Other Funds	\$ 3,462,553	\$ 3,509,699	\$ 47,146	1.4%
<b><u>Board of Nursing</u></b>				
Other Funds	\$ 16,595,386	\$ 16,847,478	\$ 252,092	1.5%
<b><u>Board of Pharmacy</u></b>				
Other Funds	\$ 7,335,399	\$ 7,464,610	\$ 129,211	1.8%
<b><u>Public Utility Commission</u></b>				
Other Funds	\$ 45,128,415	\$ 45,919,838	\$ 791,423	1.8%
Federal Funds	\$ 715,100	\$ 742,231	\$ 27,131	3.8%
<b><u>Real Estate Agency</u></b>				
Other Funds	\$ 7,621,789	\$ 7,781,918	\$ 160,129	2.1%

**Budget Summary\***

	2017-19 Legislatively Adopted Budget	2018 Committee Recommendation	Committee Change from 2017-19 Leg. Adopted	% Change
			\$ Change	
<b><u>ECONOMIC AND COMMUNITY DEVELOPMENT PROGRAM AREA</u></b>				
<b><u>Oregon Business Development Department</u></b>				
General Fund	\$ 15,951,696	\$ 15,977,133	\$ 25,437	0.2%
General Fund Debt Service	\$ 39,144,515	\$ 39,036,407	\$ (108,108)	-0.3%
Lottery Funds	\$ 115,975,469	\$ 117,789,412	\$ 1,813,943	1.6%
Other Funds	\$ 378,417,137	\$ 379,465,905	\$ 1,048,768	0.3%
Other Funds Debt Service	\$ -	\$ 108,109	\$ 108,109	
Federal Funds	\$ 40,717,603	\$ 41,457,527	\$ 739,924	1.8%
<b><u>Employment Department</u></b>				
Other Funds	\$ 144,544,337	\$ 152,904,308	\$ 8,359,971	5.8%
Federal Funds	\$ 155,927,081	\$ 159,644,349	\$ 3,717,268	2.4%
<b><u>Housing and Community Services Department</u></b>				
General Fund	\$ 54,438,010	\$ 59,693,031	\$ 5,255,021	9.7%
Lottery Funds	\$ 16,357,282	\$ 17,507,282	\$ 1,150,000	7.0%
Other Funds	\$ 209,274,996	\$ 228,524,093	\$ 19,249,097	9.2%
Federal Funds	\$ 122,692,797	\$ 122,817,211	\$ 124,414	0.1%
<b><u>Department of Veterans' Affairs</u></b>				
General Fund	\$ 8,380,599	\$ 8,568,114	\$ 187,515	2.2%
Lottery Funds	\$ 14,856,025	\$ 15,062,268	\$ 206,243	1.4%
Other Funds	\$ 100,316,941	\$ 100,525,917	\$ 208,976	0.2%
Federal Funds	\$ 500,000	\$ 1,000,000	\$ 500,000	100.0%
<b><u>EDUCATION PROGRAM AREA</u></b>				
<b><u>Department of Education</u></b>				
General Fund	\$ 802,687,885	\$ 806,519,417	\$ 3,831,532	0.5%
General Fund Debt Service	\$ 18,263,417	\$ 18,239,116	\$ (24,301)	-0.1%
Other Funds	\$ 441,326,984	\$ 481,934,415	\$ 40,607,431	9.2%
Other Funds Debt Service	\$ -	\$ 24,302	\$ 24,302	
Federal Funds	\$ 1,053,144,232	\$ 1,054,258,511	\$ 1,114,279	0.1%

**Budget Summary\***

	2017-19 Legislatively Adopted Budget	2018 Committee Recommendation	Committee Change from 2017-19 Leg. Adopted	% Change
			\$ Change	
<b><u>State School Fund</u></b>				
General Fund	\$ 7,653,853,380	\$ 7,582,892,067	\$ (70,961,313)	-0.9%
Lottery Funds	\$ 464,758,594	\$ 535,719,907	\$ 70,961,313	15.3%
<b><u>Higher Education Coordinating Commission</u></b>				
General Fund	\$ 31,611,113	\$ 32,288,585	\$ 677,472	2.1%
Other Funds	\$ 34,277,137	\$ 35,810,339	\$ 1,533,202	4.5%
Federal Funds	\$ 114,075,784	\$ 118,191,072	\$ 4,115,288	3.6%
<b><u>State Support for Community Colleges</u></b>				
General Fund Debt Service	\$ 26,778,761	\$ 26,551,170	\$ (227,591)	-0.8%
Other Funds Debt Service	\$ 550,000	\$ 777,592	\$ 227,592	41.4%
<b><u>State Support for Public Universities</u></b>				
General Fund	\$ 904,264,998	\$ 907,514,998	\$ 3,250,000	0.4%
General Fund Debt Service	\$ 153,230,455	\$ 150,990,325	\$ (2,240,130)	-1.5%
Other Funds Debt Service	\$ 900,000	\$ 3,140,132	\$ 2,240,132	248.9%
<b><u>Oregon Health Sciences University</u></b>				
General Fund Debt Service	\$ 21,774,770	\$ 21,750,337	\$ (24,433)	-0.1%
Other Funds Debt Service	\$ 38,828,443	\$ 38,576,738	\$ (251,705)	-0.6%
<b><u>Chief Education Office</u></b>				
General Fund	\$ 3,652,812	\$ 8,207,271	\$ 4,554,459	124.7%
<b><u>Teacher Standards and Practices</u></b>				
Other Funds	\$ 8,961,470	\$ 9,106,410	\$ 144,940	1.6%
<b><u>HUMAN SERVICES PROGRAM AREA</u></b>				
<b><u>Commission for the Blind</u></b>				
General Fund	\$ 3,426,922	\$ 3,535,937	\$ 109,015	3.2%
Other Funds	\$ 1,475,033	\$ 1,482,049	\$ 7,016	0.5%
Federal Funds	\$ 16,372,609	\$ 16,645,593	\$ 272,984	1.7%

**Budget Summary\***

	2017-19 Legislatively Adopted Budget	2018 Committee Recommendation	Committee Change from 2017-19 Leg. Adopted	% Change
			\$ Change	
<b><u>Oregon Health Authority</u></b>				
General Fund	\$ 2,118,221,508	\$ 2,095,006,278	\$ (23,215,230)	-1.1%
General Fund Debt Service	\$ 67,714,171	\$ 66,343,686	\$ (1,370,485)	-2.0%
Lottery Funds	\$ 12,457,116	\$ 12,498,909	\$ 41,793	0.3%
Other Funds	\$ 6,653,688,309	\$ 6,729,723,047	\$ 76,034,738	1.1%
Other Funds Debt Service	\$ -	\$ 1,371,293	\$ 1,371,293	
Federal Funds	\$ 10,913,483,621	\$ 11,157,123,747	\$ 243,640,126	2.2%
<b><u>Department of Human Services</u></b>				
General Fund	\$ 3,109,000,548	\$ 3,197,087,399	\$ 88,086,851	2.8%
Other Funds	\$ 598,001,557	\$ 654,392,908	\$ 56,391,351	9.4%
Federal Funds	\$ 5,463,087,605	\$ 5,574,153,008	\$ 111,065,403	2.0%
<b><u>Long Term Care Ombudsman</u></b>				
General Fund	\$ 6,087,623	\$ 6,401,552	\$ 313,929	5.2%
Other Funds	\$ 894,242	\$ 908,057	\$ 13,815	1.5%
<b><u>Psychiatric Security Review Board</u></b>				
General Fund	\$ 2,966,321	\$ 3,047,827	\$ 81,506	2.7%
<b><u>JUDICIAL BRANCH</u></b>				
<b><u>Judicial Department</u></b>				
General Fund	\$ 447,037,989	\$ 454,524,551	\$ 7,486,562	1.7%
Other Funds	\$ 247,670,281	\$ 248,093,590	\$ 423,309	0.2%
Federal Funds	\$ 1,339,352	\$ 1,344,289	\$ 4,937	0.4%
<b><u>Commission on Judicial Fitness and Disability</u></b>				
General Fund	\$ 251,551	\$ 252,710	\$ 1,159	0.5%
<b><u>Public Defense Services Commission</u></b>				
General Fund	\$ 303,430,035	\$ 305,425,556	\$ 1,995,521	0.7%
Other Funds	\$ 4,954,313	\$ 4,967,943	\$ 13,630	0.3%

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**Budget Summary\***

	2017-19 Legislatively Adopted Budget	2018 Committee Recommendation	Committee Change from 2017-19 Leg. Adopted	% Change
			\$ Change	
<b><u>LEGISLATIVE BRANCH</u></b>				
<b><u>Legislative Administration Committee</u></b>				
General Fund	\$ 28,445,653	\$ 29,236,618	\$ 790,965	2.8%
General Fund Debt Service	\$ 12,428,295	\$ 12,379,677	\$ (48,618)	-0.4%
Other Funds	\$ 3,017,853	\$ 3,183,430	\$ 165,577	5.5%
Other Funds Debt Service	\$ 1,164,070	\$ 1,212,689	\$ 48,619	4.2%
<b><u>Legislative Assembly</u></b>				
General Fund	\$ 40,368,569	\$ 40,959,543	\$ 590,974	1.5%
<b><u>Legislative Commission on Indian Services</u></b>				
General Fund	\$ 537,318	\$ 542,353	\$ 5,035	0.9%
<b><u>Legislative Counsel</u></b>				
General Fund	\$ 12,552,965	\$ 12,329,541	\$ (223,424)	-1.8%
Other Funds	\$ 1,579,137	\$ 1,846,216	\$ 267,079	16.9%
<b><u>Legislative Fiscal Office</u></b>				
General Fund	\$ 4,117,795	\$ 4,165,598	\$ 47,803	1.2%
Other Funds	\$ 3,655,385	\$ 3,692,282	\$ 36,897	1.0%
<b><u>Legislative Policy and Research Office</u></b>				
General Fund	\$ 8,847,088	\$ 9,903,112	\$ 1,056,024	11.9%
<b><u>Legislative Revenue Office</u></b>				
General Fund	\$ 3,017,916	\$ 3,045,581	\$ 27,665	0.9%

**Budget Summary\***

	2017-19 Legislatively Adopted Budget	2018 Committee Recommendation	Committee Change from 2017-19 Leg. Adopted	
			\$ Change	% Change
<b><u>NATURAL RESOURCES PROGRAM AREA</u></b>				
<b><u>State Department of Agriculture</u></b>				
General Fund	\$ 22,307,042	\$ 22,698,953	\$ 391,911	1.8%
Lottery Funds	\$ 8,103,745	\$ 9,001,307	\$ 897,562	11.1%
Other Funds	\$ 66,605,463	\$ 68,154,857	\$ 1,549,394	2.3%
Federal Funds	\$ 17,452,844	\$ 17,615,623	\$ 162,779	0.9%
<b><u>State Department of Energy</u></b>				
Other Funds	\$ 35,206,624	\$ 35,609,279	\$ 402,655	1.1%
Federal Funds	\$ 2,412,636	\$ 2,455,398	\$ 42,762	1.8%
<b><u>Department of Environmental Quality</u></b>				
General Fund	\$ 40,804,031	\$ 43,718,803	\$ 2,914,772	7.1%
General Fund Debt Service	\$ 3,824,980	\$ 4,658,847	\$ 833,867	21.8%
Lottery Funds	\$ 4,610,577	\$ 4,732,711	\$ 122,134	2.6%
Other Funds	\$ 169,639,110	\$ 192,862,876	\$ 23,223,766	13.7%
Federal Funds	\$ 28,593,914	\$ 29,266,525	\$ 672,611	2.4%
<b><u>State Department of Fish and Wildlife</u></b>				
General Fund	\$ 28,408,880	\$ 29,458,285	\$ 1,049,405	3.7%
Lottery Funds	\$ 5,212,514	\$ 5,326,259	\$ 113,745	2.2%
Other Funds	\$ 181,354,898	\$ 183,825,411	\$ 2,470,513	1.4%
Federal Funds	\$ 133,139,592	\$ 135,372,685	\$ 2,233,093	1.7%
<b><u>Department of Forestry</u></b>				
General Fund	\$ 68,242,727	\$ 96,105,737	\$ 27,863,010	40.8%
Other Funds	\$ 340,602,781	\$ 366,655,973	\$ 26,053,192	7.6%
Federal Funds	\$ 33,657,195	\$ 33,907,251	\$ 250,056	0.7%
<b><u>Department of Geology and Mineral Industries</u></b>				
General Fund	\$ 4,631,168	\$ 4,709,949	\$ 78,781	1.7%
Other Funds	\$ 6,787,859	\$ 6,881,528	\$ 93,669	1.4%
Federal Funds	\$ 5,937,915	\$ 6,040,857	\$ 102,942	1.7%

**Budget Summary\***

	2017-19 Legislatively Adopted Budget	2018 Committee Recommendation	Committee Change from 2017-19 Leg. Adopted	% Change
			\$ Change	
<b><u>Department of Land Conservation and Development</u></b>				
General Fund	\$ 12,951,689	\$ 13,430,953	\$ 479,264	3.7%
Other Funds	\$ 1,734,829	\$ 1,785,545	\$ 50,716	2.9%
Federal Funds	\$ 6,421,857	\$ 6,487,739	\$ 65,882	1.0%
<b><u>Land Use Board of Appeals</u></b>				
General Fund	\$ 1,927,050	\$ 1,952,556	\$ 25,506	1.3%
<b><u>Oregon Marine Board</u></b>				
Other Funds	\$ 26,923,945	\$ 27,142,592	\$ 218,647	0.8%
Federal Funds	\$ 6,631,041	\$ 6,633,313	\$ 2,272	0.0%
<b><u>Department of Parks and Recreation</u></b>				
General Fund	\$ 218,894	\$ 228,729	\$ 9,835	4.5%
Lottery Funds	\$ 100,597,217	\$ 102,148,107	\$ 1,550,890	1.5%
Other Funds	\$ 99,889,179	\$ 101,176,692	\$ 1,287,513	1.3%
Federal Funds	\$ 16,389,923	\$ 16,422,002	\$ 32,079	0.2%
<b><u>Department of State Lands</u></b>				
Other Funds	\$ 47,925,059	\$ 56,436,137	\$ 8,511,078	17.8%
Federal Funds	\$ 2,261,458	\$ 2,466,188	\$ 204,730	9.1%
<b><u>Water Resources Department</u></b>				
General Fund	\$ 31,483,809	\$ 32,150,986	\$ 667,177	2.1%
Other Funds	\$ 61,306,639	\$ 66,865,131	\$ 5,558,492	9.1%
Federal Funds	\$ 1,879,534	\$ 1,905,917	\$ 26,383	1.4%
<b><u>Watershed Enhancement Board</u></b>				
Lottery Funds	\$ 74,415,091	\$ 79,589,460	\$ 5,174,369	7.0%
Federal Funds	\$ 41,671,381	\$ 41,759,143	\$ 87,762	0.2%



**Budget Summary\***

**PUBLIC SAFETY PROGRAM AREA**

**Department of Corrections**

	2017-19 Legislatively Adopted Budget	2018 Committee Recommendation	Committee Change from 2017-19 Leg. Adopted	% Change
			\$ Change	
General Fund	\$ 1,568,314,745	\$ 1,593,929,231	\$ 25,614,486	1.6%
General Fund Debt Service	\$ 112,749,173	\$ 112,706,132	\$ (43,041)	0.0%
Other Funds	\$ 43,244,547	\$ 43,508,746	\$ 264,199	0.6%
Other Funds Debt Service	\$ -	\$ 43,042	\$ 43,042	

**Oregon Criminal Justice Commission**

General Fund	\$ 64,926,239	\$ 65,021,569	\$ 95,330	0.1%
Other Funds	\$ 511,392	\$ 961,392	\$ 450,000	88.0%
Federal Funds	\$ 7,170,201	\$ 8,224,498	\$ 1,054,297	14.7%

**District Attorneys and their Deputies**

General Fund	\$ 12,478,724	\$ 12,592,454	\$ 113,730	0.9%
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**Department of Justice**

General Fund	\$ 72,122,805	\$ 73,202,693	\$ 1,079,888	1.5%
General Fund Debt Service	\$ 12,530,237	\$ 12,507,190	\$ (23,047)	-0.2%
Other Funds	\$ 321,296,607	\$ 330,308,027	\$ 9,011,420	2.8%
Federal Funds	\$ 179,004,039	\$ 186,688,612	\$ 7,684,573	4.3%

**Oregon Military Department**

General Fund	\$ 25,608,114	\$ 27,578,231	\$ 1,970,117	7.7%
Other Funds	\$ 106,851,901	\$ 112,711,583	\$ 5,859,682	5.5%
Federal Funds	\$ 271,814,624	\$ 289,973,794	\$ 18,159,170	6.7%

**Oregon Board of Parole**

General Fund	\$ 8,868,686	\$ 9,048,876	\$ 180,190	2.0%
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**Department of State Police**

General Fund	\$ 269,292,257	\$ 280,526,031	\$ 11,233,774	4.2%
Lottery Funds	\$ 8,069,250	\$ 8,145,961	\$ 76,711	1.0%
Other Funds	\$ 136,707,491	\$ 151,266,325	\$ 14,558,834	10.6%
Federal Funds	\$ 12,249,830	\$ 12,274,226	\$ 24,396	0.2%

**Budget Summary\***

	2017-19 Legislatively Adopted Budget	2018 Committee Recommendation	Committee Change from 2017-19 Leg. Adopted	% Change
			\$ Change	
<b><u>Department of Public Safety Standards and Training</u></b>				
Other Funds	\$ 43,523,261	\$ 49,116,738	\$ 5,593,477	12.9%
Federal Funds	\$ 8,007,963	\$ 8,012,359	\$ 4,396	0.1%
<b><u>Oregon Youth Authority</u></b>				
General Fund	\$ 307,443,048	\$ 312,595,798	\$ 5,152,750	1.7%
Other Funds	\$ 11,597,846	\$ 11,533,519	\$ (64,327)	-0.6%
Federal Funds	\$ 37,166,220	\$ 37,328,320	\$ 162,100	0.4%
<b><u>TRANSPORTATION PROGRAM AREA</u></b>				
<b><u>Department of Aviation</u></b>				
Other Funds	\$ 12,190,805	\$ 13,213,366	\$ 1,022,561	8.4%
Federal Funds	\$ 4,514,961	\$ 4,525,743	\$ 10,782	0.2%
<b><u>Department of Transportation</u></b>				
Lottery Funds Debt Service	\$ 120,644,222	\$ 119,636,050	\$ (1,008,172)	-0.8%
Other Funds	\$ 3,232,865,421	\$ 3,371,912,838	\$ 139,047,417	4.3%
Other Funds Debt Service	\$ 415,126,500	\$ 416,134,673	\$ 1,008,173	0.2%
Federal Funds	\$ 105,699,330	\$ 105,756,768	\$ 57,438	0.1%
<b>2017-19 Budget Summary</b>				
<b>General Fund Total</b>	\$ 18,530,053,820	\$ 18,572,698,743	\$ 42,644,923	0.2%
<b>General Fund Debt Service Total</b>	\$ 475,693,337	\$ 472,300,083	\$ (3,393,254)	-0.7%
<b>Lottery Funds Total</b>	\$ 829,101,980	\$ 911,245,532	\$ 82,143,552	9.9%
<b>Lottery Funds Debt Service Total</b>	\$ 136,939,189	\$ 135,509,745	\$ (1,429,444)	-1.0%
<b>Other Funds Total</b>	\$ 15,264,508,605	\$ 15,763,520,906	\$ 499,012,301	3.3%
<b>Other Funds Debt Service Total</b>	\$ 863,154,323	\$ 868,004,609	\$ 4,850,286	0.6%
<b>Federal Funds Total</b>	\$ 18,836,761,286	\$ 19,232,372,523	\$ 395,611,237	2.1%

\* Excludes Capital Construction

## Position Summary

	2017-19 Legislatively Adopted Budget	2018 Committee Recommendation	Committee Change from 2017-19 Leg. Adopted Change	% Change
<b>ADMINISTRATION PROGRAM AREA</b>				
<b><u>Department of Administrative Services</u></b>				
Authorized Positions	908	914	6	0.7%
Full-time Equivalent (FTE) positions	903.38	906.96	3.58	0.4%
<b><u>Office of the Governor</u></b>				
Authorized Positions	59	61	2	3.4%
Full-time Equivalent (FTE) positions	58.50	59.13	0.63	1.1%
<b><u>Oregon Liquor Control Commission</u></b>				
Authorized Positions	304	321	17	5.6%
Full-time Equivalent (FTE) positions	298.82	310.16	11.34	3.8%
<b><u>Public Employees Retirement System</u></b>				
Authorized Positions	373	376	3	0.8%
Full-time Equivalent (FTE) positions	372.29	374.30	2.01	0.5%
<b><u>Department of Revenue</u></b>				
Authorized Positions	1,007	1,101	94	9.3%
Full-time Equivalent (FTE) positions	933.85	963.28	29.43	3.2%
<b><u>Secretary of State</u></b>				
Authorized Positions	213	215	2	0.9%
Full-time Equivalent (FTE) positions	212.77	214.03	1.26	0.6%
<b>CONSUMER AND BUSINESS SERVICES PROGRAM AREA</b>				
<b><u>Consumer and Business Services</u></b>				
Authorized Positions	965	966	1	0.1%
Full-time Equivalent (FTE) positions	957.36	958.03	0.67	0.1%

<b>Position Summary</b>	2017-19 Legislatively Adopted Budget	2018 Committee Recommendation	Committee Change from 2017-19 Leg. Adopted	
			Change	% Change
<b><u>Bureau of Labor and Industries</u></b>				
Authorized Positions	107	107	-	0.0%
Full-time Equivalent (FTE) positions	104.88	105.38	0.50	0.5%
<b><u>Health-Related Licensing Boards</u></b>				
Authorized Positions	21	22	1	4.8%
Full-time Equivalent (FTE) positions	20.25	20.56	0.31	1.5%
<b>ECONOMIC AND COMMUNITY DEVELOPMENT PROGRAM AREA</b>				
<b><u>Employment Department</u></b>				
Authorized Positions	1,298.00	1,320	22	1.7%
Full-time Equivalent (FTE) positions	1,239.78	1,259.03	19.25	1.6%
<b><u>Housing and Community Services</u></b>				
Authorized Positions	164	165	1	0.6%
Full-time Equivalent (FTE) positions	152.65	153.28	0.63	0.4%
<b>EDUCATION PROGRAM AREA</b>				
<b><u>Chief Education Office</u></b>				
Authorized Positions	14	15	1	7.1%
Full-time Equivalent (FTE) positions	6.75	12.50	5.75	85.2%
<b><u>Department of Education</u></b>				
Authorized Positions	551	565	14	2.5%
Full-time Equivalent (FTE) positions	537.54	544.76	7.22	1.3%
<b><u>Higher Education Coordinating Commission</u></b>				
Authorized Positions	124	130	6	4.8%
Full-time Equivalent (FTE) positions	116.20	118.45	2.25	1.9%

Position Summary	2017-19 Legislatively Adopted Budget	2018 Committee Recommendation	Committee Change from 2017-19 Leg. Adopted	
			Change	% Change
<b>HUMAN SERVICES PROGRAM AREA</b>				
<u>Oregon Health Authority</u>				
Authorized Positions	4,646	4,177	(469)	-10.1%
Full-time Equivalent (FTE) positions	4,591.03	4,274.45	(316.58)	-6.9%
<u>Department of Human Services</u>				
Authorized Positions	8,349	9,056	707	8.5%
Full-time Equivalent (FTE) positions	8,164.07	8,612.17	448.10	5.5%
<u>Long Term Care Ombudsman</u>				
Authorized Positions	25	27	2	8.0%
Full-time Equivalent (FTE) positions	24.50	25.50	1.00	4.1%
<b>NATURAL RESOURCES PROGRAM AREA</b>				
<u>State Department of Agriculture</u>				
Authorized Positions	489	501	12	2.5%
Full-time Equivalent (FTE) positions	370.46	375.73	5.27	1.4%
<u>Department of Environmental Quality</u>				
Authorized Positions	745	751	6	0.8%
Full-time Equivalent (FTE) positions	723.89	730.67	6.78	0.9%
<u>Department of State Lands</u>				
Authorized Positions	111	113	2	1.8%
Full-time Equivalent (FTE) positions	109.33	110.67	1.34	1.2%
<b>PUBLIC SAFETY PROGRAM AREA</b>				
<u>Department of Justice</u>				
Authorized Positions	1,374	1,379	5	0.4%
Full-time Equivalent (FTE) positions	1,348.42	1,355.40	6.98	0.5%

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## Position Summary

	2017-19 Legislatively Adopted Budget	2018 Committee Recommendation	Committee Change from 2017-19 Leg. Adopted Change	% Change
<b><u>Department of State Police</u></b>				
Authorized Positions	1,345	1,370	25	1.9%
Full-time Equivalent (FTE) positions	1,321.62	1,346.62	25.00	1.9%
<b><u>Department of Public Safety Standards and Training</u></b>				
Authorized Positions	152	165	13	8.6%
Full-time Equivalent (FTE) positions	150.05	157.59	7.54	5.0%
<b>TRANSPORTATION PROGRAM AREA</b>				
<b><u>Department of Transportation</u></b>				
Authorized Positions	4,537	4,716	179	3.9%
Full-time Equivalent (FTE) positions	4,425.34	4,502.97	77.63	1.8%
<b>LEGISLATIVE BRANCH</b>				
<b><u>Legislative Administration Committee</u></b>				
Authorized Positions	86	87	1	1.2%
Full-time Equivalent (FTE) positions	72.16	72.66	0.50	0.7%

## Summary of Revenue Changes

The General Fund appropriations made in the bill are within resources available as projected in the March 2018 economic and revenue forecast by the Department of Administrative Services Office of Economic Analysis.

## Summary of Capital Construction Subcommittee Action

HB 5201 is the omnibus budget reconciliation bill for the 2018 legislative session, implementing the statewide rebalance plan that addresses changes in projected revenues and expenditures since the close of the 2017 session. The Subcommittee approved HB 5201 with amendments to reflect budget adjustments as described below.

## Statewide Adjustments

### **EMPLOYEE COMPENSATION DISTRIBUTION**

The Subcommittee approved allocation of \$98.4 million General Fund to state agencies for employee compensation. The General Fund appropriation is expected to cover 100% of the statewide estimate of costs for compensation and benefit changes agreed to through collective bargaining or other salary agreements. Total compensation adjustments include \$98.4 million General Fund, \$2.3 million Lottery Funds, \$80.8 million Other Funds, and \$43.3 million Federal Funds.

### **OTHER STATEWIDE ADJUSTMENTS**

Other statewide adjustments include adjustments for Pension Obligation Bond (POB) payments and fully funding the General Fund need of employee compensation for small agencies. POB adjustments generated a net cost of \$1.7 million Total Funds, but included General Fund savings of \$1.5 million.

Section 180 of the budget bill reflects the changes, as described above, for each agency. These adjustments are not addressed in the agency narratives, although they are included in the table at the beginning of the budget report.

Other statewide adjustments also reflect budget changes in multiple agencies to apply Other Fund balances generated through excess Lottery Fund reserves, excess bond proceeds, and interest earnings to debt service. A technical adjustment to the Department of Administrative Services Other Fund debt service is also included. Total net debt service savings are \$2.8 million General Fund and \$1.4 million Lottery Funds. New Other Funds expenditure limitations for the Oregon Business Development Department (\$108,109), the Department of Education (\$24,302), the Higher Education Coordinating Commission (\$24,434), and the Department of Corrections (\$42,042) are established to accommodate the use of fund balances for debt payments, while existing Other Funds expenditure limitations for a number of other agencies are collectively increased by \$3.6 million.

Sections 75, 76, 77, 95, and 170 of the budget bill reflect the changes, as described above, for each agency. These adjustments are not addressed in the agency narratives, although they are included in the table at the beginning of the budget report.

## Emergency Board

As part of the 2017-19 biennium statewide rebalance plan, HB 5201 adjusts the Emergency Board's special purpose appropriations as follows:

- Eliminates the special purpose appropriation for state agencies for compensation of state employees of \$100 million, and makes General Fund appropriations to various state agencies of \$96.9 for state employee compensation changes and adjustments for Pension Obligation Bond payments.
- Eliminates the \$10 million special purpose appropriation for compensation driven by collective bargaining costs of workers who are not state employees; the bulk of these funds are appropriated to the Department of Human Services. Details on how the funding is being used is found under that agency's section of this budget report.
- Eliminates the \$200,000 special purpose appropriation to the Emergency Board for costs associated with the public guardian program and makes a corresponding appropriation to the Long Term Care Ombudsman to provide the program additional resources.
- Eliminates the \$750,000 special purpose appropriation to the Emergency Board for foster parent supports and adds the same amount of General Fund to the Child Welfare program budget within the Department of Human Services.
- Eliminates the \$3,972,118 special purpose appropriation to the Emergency Board for funding the second year of the biennium for the Chief Education Office. This bill does appropriate General Fund for the full biennium for the Chief Education Office. The Office is set to sunset at the end of the current biennium.
- Reduces the special purpose appropriation for the Department of Forestry for fire protection expenses by \$2.0 million in conjunction with a corresponding General Fund appropriation to the Department of Forestry for emergency firefighting costs during the 2017 fire season.
- Establishes a \$650,000 special purpose appropriation for the Department of Revenue for potential position reconciliation costs with the priority assigned to those in the Property Tax Division.
- Establishes a \$2,000,000 special purpose appropriation for the Oregon Health Authority for rate increases for certain residential mental health service providers.
- Establishes a \$1,656,115 special purpose appropriation to be allocated to the Secretary of State for reimbursement of Elections Division and county costs of conducting the January 2018 Special Election. The appropriation is available to reimburse eligible costs that were not reimbursed through a similar appropriation made directly to the Secretary of State for this purpose in this bill.
- Establishes a \$300,000 special purpose appropriation for Department of Human Services to increase access to ventilator-assisted services in nursing facilities.



- Establishes a \$30 million special purpose appropriation for the Oregon Health Authority or the Department of Human Services for caseload costs or other budget challenges that the agencies are unable to mitigate. Known potential challenges include changes to caseloads based on future forecasts, the agencies' ability to manage personal services expenditures including cost of living increases or other bargained costs, volatility in usage-based costs or charges for services, assessment of federal program penalties or repayments, federal law or funding changes, and legal costs.
- Establishes a new \$2.5 million special purpose appropriation for the Department of Human Services to access for the Child Welfare program as the agency continues to develop and implement its action plan to improve child safety, stabilize the workforce stability, and help foster families.

If remaining special purpose appropriations are not allocated by the Emergency Board before December 1, 2018, any remaining funds become available to the Emergency Board for general purposes.

The Subcommittee established a reservation within the general purpose Emergency Fund of \$1.0 million for the Oregon Department of Forestry for the purpose of eradication efforts of the European lineage (EU1) of *Phytophthora ramorum*, the invasive, non-native, pathogen that causes the sudden oak death (SOD) disease in tanoak and possibly damages or kills certain conifer tree species. The Oregon Department of Forestry (ODF) may request allocation of the reservation from the Emergency Board if all other sources of funding supporting SOD eradication efforts have been expended and the agency evidences that additional funding will result in a demonstrative reduction in the incidence or spread of the pathogen in Oregon.

### **Adjustments to 2017-19 Agency Budgets**

#### **ADMINISTRATION**

##### **Department of Administrative Services**

The Subcommittee approved a one-time \$438,465 General Fund appropriation to restore a reduction to the CASA Volunteer Program that was transferred temporarily to the Department of Administrative Services (DAS) by HB 2600 (2017) and increased the Other Funds expenditure limitation by \$170,000 for the same program to accommodate payments to local CASA programs that are eligible to receive federal Title IV-E monies transferred to DAS by the Department of Human Services (DHS).

A one-time \$2.5 million Other Funds expenditure limitation increase was included for the Office of the State Chief Information Officer to support acquisition of fiber assets in partnership with Oregon State University for the establishment of a new core fiber network to support state agencies and Oregon's research universities through the "OregonFIBER" partnership. This expenditure will enable the establishment of a new public statewide core network spanning more than 2,200 miles with speeds up to 100 Gbs. In addition, the Other Funds expenditure limitation

for the State Data Center (SDC) was increased by \$779,157 on a one-time basis to pay the costs associated with moving the Oregon Youth Authority's (OYA) information technology assets into the SDC.

Technical budget adjustments necessary to finalize the consolidation of IT security positions started in the 2017-19 adopted budget for DAS were also approved. These adjustments included decreasing Other Funds expenditure limitation for the State Data Center by \$288,399 and one position (1.00 FTE), with a corresponding increase in the Office of the State Chief Information of \$288,399 Other Funds expenditure limitation and one position (1.00 FTE).

The Subcommittee approved an Other Funds expenditure limitation increase of \$132,524 in the Chief Operating Office for an economist position (0.63 FTE) dedicated to working on forecasting revenues from the sale of cannabis products and to produce the annual forecast on the supply of clean fuels. The Departments of Environmental Quality and Transportation will contribute two-thirds of the cost of the position and the Oregon Liquor Control Commission will provide the remaining one-third of the position funding for the remainder of the 2017-19 biennium, with the understanding the ongoing cost of the position will be proposed for funding through DAS rates in the 2019-21 biennium.

The Subcommittee also approved the transfer of an IT procurement position from DHS to DAS Enterprise Goods and Services by increasing the Other Funds expenditure limitation by \$152,247 and establishing one position (0.63 FTE). DHS will continue to pay for the position for the remainder of the 2017-19 biennium, with the understanding the ongoing cost of the position will be proposed for funding through DAS rates in the 2019-21 biennium.

The following one-time Other Funds expenditure limitation increases were approved for Enterprise Asset Management for the following purposes:

- \$6,250,000 for infrastructure improvements at the Mill Creek Corporate Center. Infrastructure improvements at the Center are necessary for parcels to be sold and developed. These improvements are paid for with proceeds from land sales at the Center.
- \$1,375,000 Other Funds expenditure limitation increase for six limited duration construction manager positions established in the 2017-19 legislatively adopted budget to oversee deferred maintenance projects funded through the Capital Projects Fund. At the time the budget was adopted, DAS thought the positions could be paid for using expenditure limitation from each project. Since then the Department determined that the positions should be supported through standalone Other Funds expenditure limitation for personal services.
- \$860,000 to secure and maintain the Hillcrest (\$550,000) and North Coast (\$310,000) Youth Correctional Facilities. Both facilities were transferred to DAS by OYA as surplus property. DAS will start the process of disposing of both properties in the current biennium, however, it is likely that final disposition will not occur until the 2019-21 biennium.

House Bill 5201 includes one-time General Fund appropriations to the Department of Administrative Services for the following purposes:

- \$1,895,000 for disbursement to the Rogue River Valley Irrigation District for the Bradshaw Drop Irrigation Canal project;
- \$1,100,000 for disbursement to the National Urban Housing and Economic Community Development Corporation (NUHECDC) for implementation of a program to provide affordable homes, skills training, and jobs for unemployed prior-offenders, at-risk youth, and veterans. NUHECDC is directed to provide written status reports to the Department of Administrative Services and the Legislative Fiscal Officer each quarter during the remainder of the 2017-19 biennium to document progress in meeting the program's objectives of providing affordable housing for low to moderate income Oregonians; skill training for prior-offenders, at-risk youth, and veterans; and job placement for those with barriers to quality employment;
- \$1,000,000 for disbursement to the City of Maupin for a new Civic Center that will replace the current library and City Hall;
- \$1,000,000 for disbursement to the Port of Umatilla for a new facility to house the Hermiston Chamber of Commerce;
- \$500,000 for disbursement to the City of Maupin to complete a fiber project;
- \$300,000 for disbursement to the City of Milwaukie for expansion of the Ledding Library;
- \$300,000 for disbursement to Athena's Gem, Inc for transforming the Gem Theater property into a regional art center;
- \$200,000 for disbursement to Benton County for a ranked choice voting pilot project;
- \$100,000 for disbursement to Harney County for a study of the Silvies River and its drainages.

The Subcommittee added \$3,058,514 Other Funds expenditure limitation for one-time cost of issuance and special payments associated with the disbursement of proceeds from the sale of \$3,000,000 in lottery bonds for disbursement to Trillium Family Services for construction of a secure adolescent inpatient facility at the Trillium Children's Farm Home. The Subcommittee also approved an Other Funds expenditure limitation increase of \$2,050,587 for one-time cost of issuance and special payments associated with the disbursement of proceeds from the sale of \$2,000,000 in lottery bonds for disbursement to DePaul Treatment Centers for construction of a new treatment facility. The lottery bonds for both projects are authorized in Senate Bill 5702. There is no debt service allocated in the 2017-19 biennium for these sales, as the bonds will not be sold until the spring of 2019. Debt service for 2019-21 is estimated at a total of \$864,212 Lottery Funds per biennium.

The Subcommittee approved a one-time \$1,435,000 General Fund appropriation to support operations of a Carbon Policy Office to be housed temporarily in the Department of Administrative Services. The Office will be staffed by four limited duration positions (2.32 FTE); the Governor's Carbon Policy Advisor; a Climate Policy Manager, a Project Manager, and a support staff position. The approved one-time funding includes \$650,000 for studies to examine the following areas: an economic impact analysis of a cap and trade program on Oregon's jobs and economy, leakage risk of emission intensive, trade exposed industries (EITEs); and carbon sequestration.

**Office of the Governor**

The Subcommittee increased the General Fund appropriation by \$222,022, and added one full-time education policy advisor position (0.50 FTE). The policy advisor position is classified as a Principal Executive/Manager G.

The Subcommittee also established a one-time \$230,772 General Fund appropriation and one limited-duration full-time Principal Executive/Manager E position (0.63 FTE), to serve as a census coordinator. The employee will coordinate state efforts to ensure an accurate census count in the federal 2020 Census. The Office is expected to request re-establishment of the position for an additional eighteen-month period in the 2019-21 biennium Governor's recommended budget.

Finally, the Subcommittee adjusted the Office budget to reflect the transfer of the Oregon Volunteers Commission for Voluntary Action and Service (Oregon Volunteers) to the Higher Education Coordinating Commission. House Bill 4163, the 2018 session program change bill, transfers the Oregon Volunteers program from the Office of the Governor to the Higher Education Coordinating Commission, effective July 1, 2018. The Subcommittee increased the General Fund appropriation for Oregon Volunteers by \$50,000, decreased the Federal Funds expenditure limitation for Oregon Volunteers by \$3,337,261, and decreased the position authorization by 0.50 FTE to reflect the transfer out of the program Director position in the middle of the biennium. The corresponding adjustments to the Higher Education Coordinating Commission are described in that section of the budget report.

#### **Oregon Liquor Control Commission**

In total, 17 permanent positions (11.34 FTE) and \$4.3 million Other Funds expenditure limitation are included for the Oregon Liquor Control Commission (OLCC). The limitation and positions are for the following issues:

- \$197,175 and one position (0.67 FTE) to serve as a Chief Information Officer at a Principal Executive Manager F level to manage, plan, implement, and upgrade the agency's disparate systems related to agency administration and regulation of alcohol and cannabis.
- \$180,000 related to increases in the agency's software licensing, maintenance, and support costs.
- \$300,000 for preliminary business case and project planning for a new online privilege tax payment and reporting system, as required by HB 2150 (2017 Session).
- \$51,122 to extend a contracted position via interagency agreement with the Oregon Health Authority that provides Geographic Information Systems (GIS) analysis to support OLCC licensing and registration information.
- \$960,000 for payments of monthly access and user fees attributable to medical marijuana registrants required to use the Cannabis Tracking System under the provisions of SB 1057 (2017 Session).
- Thirteen additional regulatory specialist positions (8.67 FTE) and an associated \$2,145,992 for OLCC responsibilities for investigations and inspections related to medical marijuana under the provisions of SB 1057. This amount assumes an estimated 2,000 medical marijuana registrants for the remainder of the 2017-19 biennium.
- Three positions (2.00 FTE) -- a Compliance Specialist 3, a Compliance Specialist 1, and an Administrative Support Specialist 1 -- and \$474,672 for additional administrative support in the marijuana program to prevent backlogs, develop and refine licensing and compliance protocols, train investigators, and review work for accuracy and consistency.

**Public Employees Retirement System**

The Subcommittee approved an increase of \$80,000 Other Funds expenditure limitation for the Compliance, Audit, and Risk Division and a pension and healthcare independent actuarial review. A review confirms the reasonableness and consistency of the agency's consulting actuarial firm's valuation. This is an industry best practice; the last time such a review was undertaken was in 2009. Revenue transfers from earnings on invested funds will be used to pay for these expenditures.

The bill includes an increase of \$176,661 Other Funds expenditure limitation and the establishment of one permanent full-time Principal Executive Manager E position (0.67 FTE) for an information security and risk officer position, with the instruction that the position be filled with a person professionally credentialed in information security and risk. In January of 2016, the Public Employees Retirement System (PERS) received an information security program review from an independent security consultant. The review identified numerous information security and other vulnerabilities. The executive and legislative branches of government directed PERS to undertake a comprehensive effort to remediate security vulnerabilities and standup programs for cybersecurity, disaster recovery, and business continuity, which is currently underway. The security and risk officer position will help facilitate this effort. Revenue transfers from earnings on invested funds will be used to pay for these expenditures.

The Subcommittee approved a \$487,174 Other Funds expenditure limitation increase for the Information Services Division and two permanent full-time positions, an Information Systems Specialist 6 and an Information Systems Specialist 7 (a total of 1.34 FTE). The Legislature, in 2017, enacted SB 90, which permanently reassigned responsibility for information technology security for most state agencies to the Department of Administrative Services, Office of the State Chief Information Officer. The two positions at PERS that were reassigned had duties primarily related to network operational activities rather than just information security. The agency has had to contract with a private vendor for these services at a cost of \$206,000, which has proven more expensive than restoring the two positions. The Subcommittee approved the \$206,000 on a one-time basis. Revenue transfers from earnings on invested funds will be used to pay for these expenditures.

The Oregon Investment Council (OIC) voted to move the Individual Account Program (IAP) to a target-date fund solution beginning January 2, 2018. This is an age-based approach that moves a member's IAP assets into an increasingly conservative investment portfolio. This mandatory change is expected to lower a PERS member's defined contribution benefit, and provides for no member choice to make individual investment decisions. A one-time \$200,000 Other Funds expenditure limitation increase was approved as a first installment to pay for expenditures that the agency has had to make to conform to the OIC decision.

Two technical adjustments were approved to move the State Government Service Charge and Attorney General line-items from the Compliance, Audit, and Risk Division to the Central Administration Division and the agency's Deputy Director position from the Operations Division to the Central Administration Division. This position was mistakenly moved as part of a reorganization plan approved by the Legislature in 2017. The agency-wide impact of these two adjustments nets to zero.

**Department of Revenue**

The Subcommittee approved a combined increase of \$2,380,791 Other Funds expenditure limitation for the Administration and Business Divisions, a \$497,420 decrease for the Core Systems Replacement program, and establishment of 13 permanent full-time positions (5.59 FTE), and 30 limited duration positions (9.38 FTE) for the implementation of HB 2017 (2017), a comprehensive transportation initiative which relies on the establishment of four new taxes. The Department of Revenue (DOR) requires supplemental funding over what was already included in the 2017-19 adopted budget for communications and outreach, information technology, return and payment processing, collections, compliance, and customer assistance. Revenue to support these expenditures will come from gross transportation tax receipts. The Legislature in 2019 will re-evaluate the ratio of electronic vs. manual filing of the payroll transit tax and the long-term need for positions. A one-time increase of \$50,000 Other Funds expenditure limitation was also approved for the Administration Division for costs related to the implementation of HB 2017. This funding is for the Processing Center Modernization project and the electronic imaging of paper documents; revenue to support this expenditure is from transportation taxes. The reduction to the Core Systems Replacement program budget of \$497,420 Other Funds expenditure limitation is to account for final contract savings.

An increase of \$1,787,696 Other Funds expenditure limitation and 11 permanent full-time positions (5.79 FTE) was established for the implementation of SB 1067 (2017), a measure to reduce and control future government costs. One element of this measure was to centralize most debt collection activity in state government within DOR. As a result, DOR requires funding for additional staff and to pay for information technology needs to manage the increase in debtor accounts. A fee will be charged to debtors to offset the cost.

An increase of \$377,227 General Fund and \$94,427 Other Funds expenditure limitation was approved for the implementation of SB 254 (2017), which requires financial institutions to participate in a data match program with DOR. Financial institutions compare a list of delinquent debtors with the names of account holders. If a match is found, DOR may administratively garnish the debtor's account. Funding is required for the initial setup as well as ongoing costs to pay financial institutions for data matching and vendor service fees. The Department of Administrative Services is directed to unschedule \$377,227 General Fund, which may be rescheduled based upon actual costs incurred by DOR.

The Subcommittee approved a decrease of \$604,613 General Fund and \$52,575 Other Funds for services and supplies expenditures as a result of savings in the Processing Center Modernization project and a re-estimation of State Data Center charges.

A one-time increase of \$604,613 General Fund and \$52,575 Other Funds expenditure limitation and the establishment of a limited duration Operations and Policy Analyst 4 in the Director's Office, two limited duration Accountant 4 positions, and one limited duration Fiscal Analyst 3 position in the Finance Unit were approved (2.42 FTE). These resources are to address the following issues: (a) any Financial Management Review findings, comprehensive external financial audit findings; (b) Secretary of State financial audit(s) findings; (c) alignment of agency

operations with state budget and accounting systems; (d) transition to the use of the state's payroll system; (e) revamping of the cost allocation system; and (f) support for 2019-21 budget development activities.

The Subcommittee approved the following position reclassification changes, abolishments, and establishments related to the post-implementation of the Core Systems Replacement (CSR) project and Research Sections activities. The Department is able to self-fund this action by moving General Fund and Other Funds between programs, resulting in a net reduction of 6 positions (4.97 FTE). The following position actions were approved: reclassification of a Tax Audit 2 to an Operations and Policy Analyst 3; Tax Audit 2 to an Operations and Policy Analyst 3; an Administrative Specialist 1 to an Operations and Policy Analyst 3; an Operation Specialist 4 to an Operations and Policy Analyst 3; and the Information Specialist 4 to an Operations and Policy Analyst 3; an Information Specialist 4 to an Operations and Policy Analyst 3; and the establishment of two Economist 4 positions. Additional funding for these changes comes from the abolishment of: one Administrative Specialist 2, two Office Specialist 1 positions, one Office Assistant 1, one Information Systems Specialist 3, one Office Specialist 2, and two Revenue Agent 1 positions. The six Operations and Policy Analyst 3 positions are to be assigned to the Administrative Services Division and Project Management Office and will resolve CSR issues by serving as an interface between operating programs, information technology staff, and the CSR vendor. The two Economist 4 positions are to be assigned to the Administrative Services Division and the Research Section to provide internally-focused CSR research for agency management and performance purposes.

The bill includes an increase of \$928,651 General Fund and \$192,204 Other Funds expenditure limitation and the establishment of seven permanent full-time positions (4.51 FTE) and 27 seasonal full-time positions (3.29 FTE). At the direction of the Legislature, the Department of Administrative Services, Chief Human Resources Office undertook a review of DOR's personnel policies and DOR internally reviewed positions from the budget perspective. These reviews identified numerous misalignments of human resource policy and practice, as well as positions being either: (a) unbudgeted; (b) double-filled; (c) under-budgeted; (d) misclassified; (e) a result of budgeting errors; or (f) critically needed for financial management purposes. The following table reflects the actions to remedy most of these issues and achieve needed alignment with the legislatively approved budget:

Category	General Fund	Other Fund	Position	FTE
Financial Management positions	\$220,327	\$20,646	2	1.33
Misclassifications/Reclassifications	(\$6,252)	(\$3,647)	<1>	<0.49>
Unbudgeted Positions	\$98,243	\$12,738	1	0.50
New Positions - Permanent Full-time	\$227,097	\$16,034	5	1.50
New Positions - Seasonal Full-Time	\$353,347	\$30,726	27	3.29
Unbudgeted Full-time Equivalents	\$9,268	\$8,359	--	0.25
Other Adjustments	\$26,621	\$107,347	--	1.42
Total	\$928,651	\$192,204	34	7.80

With this realignment, DOR should now return to relying upon the regular administrative process for rectifying any remaining position misalignments. The Legislature can expect that prior to the start of the 2019-21 biennium, DOR will be able to have positions: (a) correctly classified in the state's human resource and budget applications; (b) properly assigned to the correct program and subprogram; (c) appropriately funded, by revenue source, and fund-type; (d) correctly budgeted in the state's budget system; and (e) appropriately expensed in the state's payroll and accounting systems.

A special purpose appropriation to the Emergency Board in the amount of \$650,000 was approved for additional position adjustments, with the priority being given to those in the Property Tax Division. Systemic financial management and funding issues within this Division have remained unaddressed for multiple biennia. Action to address these issues had to be deferred once again due to the lack of complete and accurate financial information. The Department's request for an allocation from the special purpose appropriation will need to be based upon a comprehensive plan to permanently address the systemic issues within the Property Tax Division. The Department of Administrative Services is directed to unschedule \$339,034 General Fund in the Property Tax Division related to compensation plan changes. The funds may be rescheduled as part of the Department's submission of a comprehensive plan.

The Subcommittee approved an increase of \$184,140 Other Funds expenditure limitation and the establishment of one permanent full-time Principal Executive Manager G position (0.50 FTE) to serve as the agency's Collections Administrator and, eventually, as the Collections Division Administrator once the division is formally established next biennium. DOR is directed to move the Other Agency Accounts Section in the Business Division into a new Summary Cross Reference Program beginning with the 2019-21 biennium.

In addition, the Subcommittee directed the Department to report to the Legislature in 2019 on the following:

- A feasibility study, as directed by a budget note in SB 5535 (2017), related to the establishment of a collections division.
- Report on what collection functions were consolidated under SB 1067 (2017), from which agencies, and identify which agencies were exempt from consolidation and why. The Department is also to prepare a detailed revenue estimate, by agency and fund-type, for SB 1067 (2017) and those agency accounts subject to consolidation.
- Report on the agency's use of private collection firms and private collection firm's rates as compared to the agency's internal collection activities and rates.

The Subcommittee approved an increase of \$524,929 General Fund and \$10,713 Other Funds expenditure limitation and the establishment of seven permanent full-time positions (2.92 FTE) for a remote customer service call center.

#### **Secretary of State**

The Subcommittee established a one-time \$1,663,885 General Fund appropriation for reimbursement of Elections Division and county costs of conducting the January 2018 Special Election. These costs were not previously budgeted. The funds will reimburse costs documented as of



February 7, 2018, including \$353,922 of Elections Division expenditures, and \$1,309,963 for county costs that will be distributed to twenty-four counties. The appropriation is approved on a one-time basis and will be phased out in the agency's 2019-21 biennium budget request. The reimbursable costs of the special election are expected to total approximately \$3.32 million. The Secretary of State may request reimbursement for remaining costs from a special purpose appropriation to the Emergency Board included in the bill for this purpose.

The Subcommittee increased the General Fund appropriation for the Elections Division by \$257,306, and decreased the Federal Funds expenditure limitation by \$42,616, to finance printing and distribution of Oregon Motor Voter mailers required under state law. The funding will allow for continued distribution of notifications and postage-paid return envelopes to persons about to be registered to vote under the Oregon Motor Voter program, with instructions on how to opt-out of voter registration, and how to affiliate with a political party. The Federal government has advised that the Federal Funds previously budgeted are ineligible to be applied for this purpose. The Subcommittee also increased the General Fund appropriation for the Administrative Services Division by \$156,357, and established one full-time Information Systems Specialist 8 position (0.63 FTE), to support operational resilience and cyber security capabilities.

The Subcommittee increased the Other Funds expenditure limitation for the Administrative Services Division by \$139,367, and established one limited-duration full-time Training and Development 2 position (0.63 FTE) in the Office's Human Resources Division. The expenditure limitation increase is provided on a one-time basis and will phase out in the development of the Office's 2019-21 current service level budget. The Secretary may request reestablishment of the position as a permanent position in the 2019-21 biennium agency request budget.

Finally, the Subcommittee approved two technical adjustments to the agency budget. The Subcommittee transferred \$347,900 General Fund from the Elections Division to the Administrative Services Division to correct the impact of the phase-out of one-time funding for the Election Night Reporting System. The Subcommittee also reallocated funding for state government services charges, decreasing General Fund appropriations by a total of \$32,651, decreasing Other Funds expenditure limitations by a total of \$172,854, and increasing the Federal Funds expenditure limitation by \$160,505.

#### **State Treasurer**

The Subcommittee approved an increase of \$1.8 million General Fund for services and supplies for the Oregon Retirement Savings Board (ORSB), which brings the 2017-19 approved budget to \$4 million General Fund. The supplemental increase is to pay for outreach and marketing. A General Fund appropriation continues to be required to fund the ORSB's operating expenses until sufficient Other Funds revenue can be generated to support the Board. General Fund expenditures are to be repaid with future administrative fees. A current accounting of the loan for the 2015-17 biennium and the 2017-19 biennium, if this request is approved, totals \$5.3 million. At present, there is no identified timeline for the repayment of this loan, which is dependent upon a level of program participation large enough to generate fee revenue to both operate the ORSB and repay the state's General Fund loan.

The Subcommittee also directed the State Treasury to report to the Interim Joint Committee on Ways and Means or the Emergency Board in May 2018 on investment expenses related to the Oregon Public Employees Retirement Fund.

## **CONSUMER AND BUSINESS SERVICES**

### **Department of Consumer and Business Services**

An increase in the Federal Funds expenditure limitation for the Department of Consumer and Business Services (DCBS) of \$810,000 is included in the bill for the Senior Health Insurance Benefit Assistance program (SHIBA) providing outreach, education, and financial support to seniors to maximize their Medicare benefits. The program is funded through several federal grant programs including the Safety and Health Investments Projects (SHIP) program, the Medicare Improvements for Patients and Providers Act (MIPPA), and the Senior Medicare Patrol (SMP) program. The additional expenditure limitation allows DCBS to expend federal amounts received that were in addition to those amounts originally anticipated in the agency's budget.

The Subcommittee approved a one-time only increase in the Federal Funds expenditure limitation for DCBS of \$1,157,514 and authorized the establishment of a limited-duration position (0.67 FTE) in conjunction with a federal grant award from the U.S. Department of Health and Human Services (DHHS) for the planning and implementation of health insurance market reforms through the Health Insurance Enforcement and Consumer Protections (HIECP) grant program. The grant will be used to fund a limited-duration Market Conduct Field Examiner position and to replace up to 10% of the existing funding for three market Analyst positions and a Grant Coordinator position at a total cost of \$281,261 in the 2017-19 biennium. The savings in Other Funds for the existing positions will be recognized in the program's fund balance. DCBS has budgeted \$876,252 of the remaining grant funding for contracted services to provide consulting services by experienced clinicians with pharmaceutical expertise to review formularies and create standard operating procedures to ensure form filing reviewers can accurately review formularies and related documentation submitted by insurers.

An increase in the Other Fund expenditure limitation for DCBS of \$118,392 was approved to reclassify positions in the Workers' Compensation Division and the Division of Financial Regulation. The change impacted three positions in total and each of the reclassification requests were reviewed and approved by the Department of Administrative Services, Chief Human Resources Office.

### **Bureau of Labor and Industries**

Other Funds expenditure limitation in the amount of \$275,000 is included, and 0.50 FTE added to an existing position on a limited duration basis, for the Bureau of Labor and Industries (BOLI) related to a grant award for apprenticeship expansion and diversification. The grant was awarded to the Higher Education Coordinating Commission (HECC) in August 2016, which will pass funding through to BOLI to execute its responsibilities per the grant application. Those responsibilities include data base improvements, a searchable web application for

apprenticeship records review, cultural competency training, and months added to an existing Apprenticeship Representative position, which serves as a liaison between BOLI and other workforce partners. At its September 2017 meeting, the Interim Joint Committee on Ways and Means recommended the additional expenditure limitation and the addition of twelve months (0.50 FTE) on a limited duration basis to the position; the performance period of the grant is not anticipated to extend beyond the 2017–19 biennium.

#### **Health-Related Licensing Boards**

The Subcommittee approved an increase in Other Funds expenditure limitation of \$24,000 for the Occupational Therapy Licensing Board for conducting fingerprint background checks on new applicants.

The Subcommittee approved an increase of \$131,158 Other Funds expenditure limitation and the establishment of a permanent half-time Investigator 2 position (0.31 FTE) for the Board of Speech-Language Pathology and Audiology to address the Board's costs related to investigations. Included in the \$131,158 increase is \$42,587 for personal services, \$3,571 services and supplies, \$60,000 for professional services, and \$25,000 for Attorney General costs.

An increase of \$46,111 Other Funds expenditure limitation is included for the Veterinary Medical Examining Board for costs related to the veterinary facility inspection program established by HB 2474 (2015). The increase in limitation will be used to fund the cost of the full-time inspector position at a salary level higher than the budgeted step 2 and includes services and supplies for travel and per diem costs.

#### **ECONOMIC AND COMMUNITY DEVELOPMENT**

##### **Oregon Business Development Department**

The Subcommittee increased Lottery Funds by a total of \$1,500,000, to provide one-time support for three programs: \$500,000 was provided for the City of Warrenton to finance the rebuilding of a dock destroyed by fire; \$500,000 was provided for the Port of Cascade Locks to finance infrastructure and business recruitment at the Port's Business Park; and \$500,000 was provided for deposit into the Local Economic Opportunity Fund, to assist community economic resilience planning.

The Subcommittee also transferred \$1,250,000 of Lottery Funds expenditure limitation from the Strategic Reserve Fund program to the Oregon Growth Fund. The Lottery Funds expenditures for the Oregon Growth Fund are approved on a one-time basis and will be phased out in the development of the agency's 2019–21 biennium current service level budget. The Oregon Growth Board will utilize the Oregon Growth Fund moneys as allowed to increase capital to the state's early-stage small businesses.

Other Funds expenditure limitation of \$642,194 was approved for repairing and improving docks owned by the Port of Brookings Harbor. Lottery bonds were approved to finance this project in the 2017 session, but because of an error, expenditure limitation of the bond proceeds

was not added to the agency budget. This additional Other Funds expenditure limitation corrects this error and permits the agency to distribute the bond proceeds, which are expected to be issued in the spring of 2019. The Federal Funds expenditure limitation was increased by \$703,125 to accommodate expenditure of federal grants awarded under the State Trade Expansion Program.

**Employment Department**

Other Funds expenditure limitation of \$5,574,000 and 22 limited duration positions (19.25 FTE) are added to the 2017-19 budget for the Oregon Employment Department (OED) related to a grant received to fund enhanced employment services to Supplemental Nutritional Assistance Program eligible customers. OED will contract with the Department of Human Services to provide these services to their customers. Funding and FTE are not assumed to be included in calculations for service delivery in subsequent biennia.

**Housing and Community Services Department**

A General Fund appropriation in the amount of \$5,000,000 was added as a one-time enhancement to the 2017-19 legislatively approved budget for the Housing and Community Services Department for homeless shelter capacity and homelessness prevention services provided through the Emergency Housing Account Program. This additional funding is not intended to go through the Department's regular funding formula, but instead will be distributed as follows:

- Multnomah County: \$2,373,351
- Lane County Human Services Division: \$498,399
- Central Oregon Neighborhood Impact: \$319,485
- Clackamas County Mobile Housing Services: \$782,107
- Jackson County Community Action Agency (ACCESS): \$228,202
- Options for Homeless Residents of Ashland: \$35,000
- Mid-Willamette Valley Community Action Agency for additional shelter efforts outside of Salem: \$50,000
- Community Connection of Northeast Oregon, Inc: \$141,483
- Washington County Community Action: \$571,973

This amount is intended for the 2017-19 biennium only, and is not intended to factor into calculations of future, ongoing service levels. The following budget note was included.

**Budget Note:**

The Housing Stability Council, in alignment with preliminary findings from the Statewide Housing Plan, shall make recommendations to the Director of Oregon Housing and Community Services about how to prioritize funding for the Emergency Housing Account and the State Homeless Assistance Program to ensure that funds are being spent as efficiently and effectively as possible.

At a minimum, the Council shall consider how the use of funding incentivizes regionally and nationally recognized best practices, and outcome oriented strategies, to create a more effective system to prevent and reduce homelessness.

The Director shall present recommendations to the Legislature by February 28, 2019.

A one-time General Fund appropriation in the amount of \$200,000 was included for costs related to creating a youth shelter for unaccompanied minors in Salem.

Due to an oversight, Other Funds expenditure limitation in the Housing and Community Services Department 2017-19 legislatively adopted budget was insufficient to accommodate the transfer of General Fund that is spent by the Department as Other Funds. Technical adjustments are included to increase other funds expenditure limitation, attributable to 2017-19 General Fund support for the following HCSD programs:

- Emergency Housing Assistance program: \$18,200,000
- Rent Guarantee Program: \$125,000
- Wildfire Damage Housing Relief program: \$150,000

Lottery Funds expenditure limitation in the amount of \$1,150,000 was added on a one-time basis to the Housing and Community Services Department budget pursuant to a plan presented by the Housing and Community Services Department and the Oregon Department of Veterans' Affairs. The agencies were directed via budget note to present a plan to utilize \$1,150,000 of Lottery Funds associated with the passage of Measure 96, allocated during the 2017 session to the Housing and Community Services Department for veterans' homelessness and housing issues. The expenditure limitation will be utilized to develop a by-name registry of homeless veterans in selected communities, a limited duration veteran homelessness integrator position (0.63 FTE) to serve as designated staff in assisting communities that develop the by-name registry, development of new affordable housing units for veterans, and funding for eligible veterans that need improvements or special accommodations to homes they own. A total of \$350,000 in Lottery Funds expenditure limitation was approved for emergency housing assistance services to veterans during the 2017 legislative session, also considered one-time.

#### **Oregon Department of Veterans' Affairs**

The Subcommittee approved increasing Federal Funds expenditure limitation by \$500,000 for transportation of veterans' in highly rural areas, with the understanding that the Department of Administrative Services will unschedule the limitation increase until the Oregon Department of Veterans' Affairs (ODVA) has been notified that its application for the federal FY2018 Highly Rural Transportation Grant has been successful. ODVA received authorization from the interim Joint Committee on Ways and Means to apply for the FY2017 Highly Rural Transportation Grant and to continue to apply for future annual renewal grants. The increase results in total Federal Funds expenditure limitation of \$1 million, which will accommodate ongoing receipt and disbursement of the annual \$500,000 grants.

**Lottery Distributions to Counties for Economic Development**

The Subcommittee approved the following actions relating to the distribution of Lottery Funds to counties for economic development. Following the last quarterly transfer of Oregon State Lottery revenues to counties each biennium, the Joint Committee on Ways and Means shall compare the amounts transferred to each county during the biennium to the amounts that would have been transferred to each county during the biennium pursuant to ORS 461.547. The Committee shall review the impact of adjusting the amounts that were transferred to the amounts that would have been transferred pursuant to ORS 461.547 on the state budget and on the ability of the counties to accommodate any funding reductions.

**EDUCATION**

**State School Fund**

The Subcommittee approved a decrease of \$70,961,313 General Fund and an increase of \$70,961,313 Lottery Funds for the State School Fund, which reflects the balancing of available Lottery Funds across the entire state budget. Overall, there is no net change from the total \$8.2 billion provided in the 2017-19 legislatively adopted budget.

**Department of Education**

The Subcommittee approved additional Other Funds expenditure limitation of \$39,312,315 for the Oregon School Capital Improvement Matching program in the Oregon Department of Education (ODE). This amount represents the estimated proceeds available for the program from bonds issued during the 2015-17 biennium for distribution during 2017-19. This amount was inadvertently not included in the 2017-19 budget for ODE. An increase in Other Funds expenditure limitation of \$750,000 is also included for funding received through an interagency agreement with the Department of Human Services for child care worker professional development.

An increase of \$1,980,708 General Fund and 14 positions (7.72 FTE) were approved for the Office of Child Care in the Early Learning Division to address safety and quality issues in the child care system, as well as to provide funding for testing of lead contamination in drinking water in child care facilities. Three Compliance Specialist 2 positions (1.62 FTE) are added to reduce the caseloads for existing staff who currently face caseloads of 1 inspector to 150 facilities, which is significantly above the suggested ratio of 1 to 50. Another three Compliance Specialist 3 positions (1.74 FTE) are added for providing training to licensing staff, reviewing findings of enforcement actions, leading case reviews, and reducing caseloads. Three management positions were also approved -- a Principal Executive/Manager E (0.58 FTE) for a Licensing Manager, a PEM D (0.54 FTE) for a regional manager in Medford, and a PEM C (0.54 FTE) for a Background, Intake and Customer Service manager. The Subcommittee also approved five limited duration Compliance Specialist 2 positions (2.70 FTE) for a pilot program in collaboration with the Department of Human Services (DHS). This pilot program will provide teams of ODE and DHS staff to jointly investigate neglect and other cases

that take place in a child care facility. Total funding of \$1,740,912 General Fund will support these positions and associated costs. The remaining \$239,796 is to offset the cost of testing drinking water for lead contamination in child care facilities.

The Subcommittee approved a one-time General Fund appropriation of \$250,000 for a grant to the Salem-Keizer Education Foundation to assist in the funding for the Mike McLaran Center for Student Success which provides a variety of services for students of the Salem Keizer School District. The Center provides services relating to: (1) college preparation and awareness; (2) career exploration and exposure; (3) academic supports like tutoring and mentoring; and (3) social supports.

**Budget Note:**

The Oregon Department of Education is instructed to use one-time funding from the Network for Teaching and Learning to provide up to \$100,000 to support the Civic Scholars program under HB 2955 (2015) for the annual Oregon Civics Day for Teachers for the 2018-19 school year. This program provides ongoing professional development for civics teachers across the state.

**Budget Note:**

Before disbursing any matching funds from the Connecting Oregon Schools Fund to provide schools with broadband access, the Oregon Department of Education shall consult with the Office of the State CIO in order to prioritize the disbursement of matching funds so as to leverage existing public fiber assets to the greatest extent possible. The Oregon Department of Education shall provide a report on the disbursement of funds to the Joint Committee on Information Management and Technology during the first Legislative Days after the disbursement of funds. The report shall identify the schools benefitting from the matching funds, the status of any broadband deployments, the broadband speed available per user, and the extent to which the disbursements leverage existing public fiber.

**Higher Education Coordinating Commission**

The Subcommittee approved a net increase of \$65,049 General Fund for Higher Education Coordination Commission (HECC) operations to fill budget gaps related to Enterprise Technology Services (ETS) charges and funding for Client Services from the Department of Administrative Services (DAS). At the end of the 2017 legislative session, HECC had not yet received a firm estimate of the increased ETS charges resulting from the required move of post-secondary related data systems to the ETS servers. Now a firm estimate is known resulting in a \$263,275 shortfall in the HECC operations budget. The second shortfall is due to reducing the HECC operations budget twice for DAS Client Services charges as the agency hired staff to perform payroll and human resources functions formerly provided through DAS Client Services, leaving a \$161,774 General Fund gap in the budget. Also related to this second item is an \$11,030 increase in Other Funds expenditure limitation and \$198,541 increase in Federal Funds expenditure limitation. The combined \$425,049 General Fund budget hole is largely offset by \$360,000 of savings for Open Education Resources (HB 2729; 2017 Session) that are no longer required; the net result is the need for the \$65,049 General Fund.

The Subcommittee also approved continuation of unlimited authority to HECC to make Other Funds expenditures necessary to disburse general obligation bonds sold during the 2013-15 biennium for the benefit of public universities. HECC has approximately \$31 million in bond proceeds from 2013-15 issuances that are expected to be disbursed during the 2017-19 biennium. An increase of \$1,219,645 in Other Funds expenditure limitation was also approved for HECC for the issuance costs of general obligation and Lottery bonds sold for public universities. These include XI-G, XI-Q, XI-F, and Lottery bonds.

A \$250,000 General Fund appropriation to HECC was approved for the Oregon Volunteers Commission for Voluntary Action and Service program. The primary program administered by this Commission is AmeriCorps which requires a state match for administrative costs. This program is currently in the Governor's Office and is being transferred to HECC effective July 1, 2018. Six positions (2.25 FTE) are established in HECC including three full-time positions -- Director (0.50 FTE), a Program Analyst 2 (0.50 FTE), Administrative Specialist 1 (0.50 FTE); and three part-time positions -- Accountant 2 (0.25 FTE), Procurement Specialist 2 (0.25 FTE), and Administrative Specialist 1 (0.25 FTE). An increase in Federal Funds expenditure limitation of \$3,606,774 was also approved for the federally funded program administrative costs and for the AmeriCorps grants for the second year of the biennium. A General Fund appropriation of \$50,000 was approved for the Governor's Office to provide sufficient state match for the first year of the biennium, as well as a decrease in Federal Funds expenditure limitation of \$3,337,261 to reflect the transfer of the program to HECC in the second year of the biennium.

Two one-time appropriations were approved through HECC for public universities. The first is a \$250,000 General Fund investment for a Portland State University/Oregon Health and Science University Center for Violence Prevention Research, Education, and Practice. The work of the Center is to research identifying causal factors and other social determinants of health that are linked to various health conditions and dangerous outcomes (e.g., abuse or motor vehicle accidents), distribution of culturally and geographical appropriate best practices, and improved public awareness. Funding is to be distributed to the hospital operations component of the Oregon Health and Science University. The second appropriation of \$3,000,000 General Fund is to provide a portion of the match for federal funds for a project at Oregon State University's Northwest National Marine Renewable Energy Center (NNMREC). The project is the Pacific Marine Energy Center South Energy Test Site which is a wave energy test site off the Oregon Coast. An \$800,000 General Fund appropriation was provided in 2016 as part of the match for the first \$5 million in federal funds for this project; this \$3.0 million will help secure the remaining \$35.0 million in federal funds. An additional \$1.6 million state contribution may be required for the 2019-21 biennium for the project.

Debt service on outstanding Article XI-F (1), Article XI-L, and Article XI-G general obligation bonds issued for the benefit of the Oregon Health and Science University (OHSU) is transferred from the Department of Administrative Services (DAS) to the Higher Education Coordinating Commission (HECC). HB 4163 includes statutory changes necessary for the transfer, including the requirement that HECC request General Fund debt service on outstanding OHSU Cancer Challenge Article XI-G bonds and that HECC may enter into agreements with OHSU related to debt service payments. The amount of the transfers reflects a May 1, 2018 effective date. Debt service in DAS's budget for OHSU is reduced by \$11,785,250 General Fund (XI-G bonds) and \$21,346,063 (XI-F and XI-L bonds). The debt service budget for HECC is increased by \$11,760,817



General Fund and new limitation of \$21,069,924 Other Funds is established. The net difference in amounts between the two agencies reflects current projections of debt service needs for the 2017-19 biennium. Consolidating debt service on outstanding state bonds issued for the benefit of OHSU does not make or imply any changes to OHSU's long standing direct relationship with the State of Oregon by which OHSU is governed, and no authority over OHSU is being transferred or granted to HECC.

**Chief Education Office**

The Subcommittee approved a total 2017-19 budget for the Chief Education office of \$8,207,271 General Fund after factoring in the adjustments for employee compensation in this bill as well as the statewide savings included in HB 5006 (2017). The 2017 Legislature approved a net General Fund budget for the first year of the biennium of \$3,652,812 (\$4,022,118 in the agency's budget bill (HB 5522) minus the statewide savings of \$369,306 in HB 5006). HB 5522 also included a \$3,972,118 special purpose appropriation to the Emergency Board for the second year of the biennium. This bill adds to the first year's funding to also cover second year's costs, and repeals the special purpose appropriation from SB 5522 (2017).

The General Fund appropriation in this bill reflects the two-year amount authorized for the coordination and research role of the Office as well as the funding for the Statewide Longitudinal Data System (SLDS). This amount includes an increase of \$1,640,000 General Fund for the completion of developing the SLDS. The development of the SLDS was not completed during 2015-17 and \$1.9 million was reverted to the General Fund at the close of the 2017-19 biennium. This SLDS funding will be used to complete payment for the primary contractor, an extension of the third-party Quality Assurance contractor, costs to transition the SLDS to the updated version of the relational database management system at the State Data Center, and provide full funding for the project's state positions.

The appropriation amount reflects staffing changes from the first year of the biennium which moves the agency to more of a research organization given that the development of the SLDS is nearing completion. These changes include elimination of a Principal Executive/Manager (PEM) G position which was the STEM/CTE Director and a PEM F position which was the Education Innovation Officer. A PEM F position which acts as the Public Affairs Director is reclassified to an Operations and Policy Analyst 4. An Executive Specialist position was reduced to a half-time position. Finally, a Solutions Architect position was added to the SLDS staff. The result of these staffing changes reflects a decrease in FTE from 6.75 for the first year of the biennium to 5.75 FTE in the second year. As part of these changes, \$222,002 General Fund was provided for one Policy Advisor in the Governor's Office since the Chief Education Officer will no longer perform this function.

## HUMAN SERVICES

### **Oregon Health Authority**

HB 5201 adjusts the Oregon Health Authority (OHA) budget for updated program caseloads, costs, and revenues to “rebalance” the budget. This information was presented at the January 2018 meeting of the Interim Joint Committee on Ways and Means. At that time, the agency’s rebalance plan resulted in an overall General Fund shortfall of \$30.5 million. This net position included budget problems of \$51.5 million related to federal match rate changes, loss of hospital assessment revenue resulting from the delay caused by the referendum to repeal parts of HB 2391, and a community mental health General Fund shortfall related to marijuana tax revenues. Savings of \$21.1 million General Fund resulted mostly from Medicaid caseload savings and lower than budgeted Medicare premium costs. While total caseload is up, General Fund costs are down slightly.

The rebalance plan also increased Federal Funds expenditure limitation related to the increased caseload forecast, as well as federal funding adjustments that were missed in the legislatively adopted budget for the Hospital Transformation Performance Program and Hepatitis C treatment services.

The agency identified a number of budget risks, including caseloads, the implementation of new quality and access programs for the Oregon Health and Science University and rural hospitals, and several ongoing and emerging issues that the agency is in the process of analyzing.

The Subcommittee approved the agency’s rebalance plan, but with significant changes. The community mental health General Fund shortfall of \$16 million related to marijuana tax revenues was not funded. This issue will be resolved for the current biennium, assuming passage of SB 1555, and additional General Fund was not needed. This issue will need to be revisited for the 2019-21 budget. The Subcommittee also approved \$17.2 million of additional hospital assessment revenue remaining from the 2015-17 biennium, which will be used in the budget in place of General Fund. In addition, the Subcommittee approved several new budget adjustments. The final adjustments, before the transfer of eligibility services is considered, result in a decrease of \$3.5 million General Fund in the agency.

In addition, a total of \$39.0 million General Fund is moved from OHA to the Department of Human Services (DHS) to reflect the transition of all Medicaid eligibility services to DHS, based on an effective date of April 1, 2018. This includes the transfer of 476 positions (320.37 FTE), as well as costs associated with the ONE eligibility system. Total budget adjustments, including the transfer, result in a \$266.0 million increase in the agency’s total funds budget and a \$42.7 million reduction of General Fund. These numbers do not include budget changes related to employee compensation cost changes, which total \$18.1 million General Fund and \$30.2 million total funds, and are also included as part of HB 5201.

The Subcommittee recognized the ongoing risk of caseload forecast changes, as well as the potential risk in OHA of various eligibility and payment issues that are currently being analyzed. A special purpose appropriation of \$30 million is made to the Emergency Board for caseload costs or other budget challenges in either OHA or DHS.

A more detailed description by program area follows.

#### Health Systems Division

The budget adjustments in HB 5201 reflect a net \$39.5 million decrease in General Fund in the Health Systems Division (HSD), with a \$44.4 million increase in Other Funds expenditure limitation, a \$245.2 million increase in Federal Funds expenditure limitation, and a reduction of 477 positions (321.70 FTE). This includes a budget reduction of \$36.4 million General Fund because of the transfer of all eligibility services to DHS.

General Fund costs increase primarily as a result of the following issues. Final federal match rates for FY 2019 resulted in a General Fund cost of \$16.7 million for the biennium. In addition, the referendum to repeal parts of HB 2391 (2017) resulted in a loss of hospital assessment revenue of \$15 million which must be covered with General Fund. The referendum delayed the additional 0.7% assessment on larger hospitals from October 5, 2017 to January 1, 2018; that assessment cannot be imposed retroactively. Finally, a small increase in the community mental health caseload (Guilty Except for Insanity population) results in a need for \$0.9 million General Fund.

These costs are more than offset by General Fund savings in HSD. Medicare Part B premiums increased less than budgeted, resulting in a General Fund savings of \$3.8 million. Oregon pays these premiums for clients that are eligible for both Medicare and Medicaid. Savings of \$15.9 million General Fund result from the new Fall 2017 Medicaid caseload forecast, as compared to the Spring 2017 caseload forecast on which the legislatively adopted budget was based. Overall, the forecast is up 1.5% or about 15,000 clients, resulting in an increased total funds cost. However, categories with the highest increases include the Affordable Care Act population and the Children's Health Insurance Program, both of which have very high federal match rates. Categories showing decline include those with higher state costs, such as the Children's Medicaid Program and Pregnant Women. The net result is a savings to the General Fund, but an increase in Federal Funds expenditure limitation of about \$150 million. Additional hospital assessment revenue of \$17.2 million is available from the 2015-17 biennium, which will be used in the budget in place of General Fund. Finally, the forecast for tobacco tax revenues is up slightly, resulting in reduced need for General Fund of \$1.5 million.

The Subcommittee approved an additional \$245.2 million in Federal Funds expenditure limitation for HSD related to the increased caseload forecast, as well as federal funding adjustments that were missed in the legislatively adopted budget for the Hospital Transformation Performance Program and Hepatitis C treatment services. The net includes a reduction of Federal Funds limitation of \$98.4 million related to the transfer of eligibility services to DHS.

The Subcommittee approved a special purpose appropriation to the Emergency Board of \$2 million, to be available for rate increases for certain residential mental health service providers, if needed. The agency has also identified \$3 million of internal resources that can be used for this purpose. The agency is in the process of conducting a thorough rate analysis in order to produce a standard rate or set of rates. Currently, different providers are paid different rates, partly depending on when they originally signed contracts with the agency. In addition, not all providers can bill for all types of reimbursement. The agency began working on this analysis during the summer of 2017, starting with data collection from providers. Although additional data collection and analysis is needed, OHA hopes to review rates for those providers in the lowest range of per-bed revenues and operating margins by summer of 2018, in anticipation of an interim rate adjustment for these providers. After completion of data collection and analysis, another rate adjustment may be necessary for other providers. This work is not expected to be completed until the end of the year. Another \$152,500 General Fund is provided to OHA for actuarial services and to provide technical assistance to providers with data collection and billing.

General Fund was increased by \$950,000 to supplement existing funding for the school-based mental health capacity fund. This fund is run by OHA to provide funding to place mental health providers in school-based health centers and in schools without school-based health centers. The current 2017-19 funding level, before this addition, is \$8.1 million General Fund. While funding is primarily used to support mental health therapists, there are other needs for funding that support the therapists, such as rural transportation, reconfiguring school environments to support a suitable space, and materials for education and outreach. For purposes of building the 2019-21 budget, these programs are considered ongoing. The Subcommittee included the following direction:

**Budget Note:**

The Oregon Health Authority will use this additional funding to supplement the existing capacity grant program. Applicants should be encouraged to list potential community partnerships; other local, foundation or CCO financial participation; and how the efforts respond to adverse childhood experiences, critical mental or behavioral health challenges facing youth, or ensuring school and student safety. The proposals could be through direct funding of in-school services and/or leveraging other community resources and partnerships. The agency is encouraged to pass through these dollars to school and education service districts or their key partners, process applications in an efficient and timely manner, and to report back to the appropriate interim Committees by January 1, 2019 as to number of proposals received and project funding granted.

A General Fund appropriation of \$900,000 was approved to expand the current Oregon Psychiatric Access Line program at Oregon Health and Science University (OHSU). The program currently provides telephone or electronic real-time psychiatric physician consultations to primary care providers caring for children and adolescents. The funding resides in the OHA budget and is provided to OHSU through contract. This \$900,000 will allow the program to expand to provide access to the Oregon Psychiatric Access Line for primary care providers caring for individuals 19 years of age or older. For purposes of building the 2019-21 budget, these programs are considered ongoing.

The Subcommittee approved a General Fund appropriation of \$150,000 to help fund one-time capital costs for a sobering center located in Salem. This is a partnership among several groups, including the City of Salem, Marion County, Marion County Sheriff, Salem Police Chief, Salem Hospital, Mid-Willamette Valley Community Action Agency, and Bridgeway Recovery Services.

#### Health Policy and Analytics

The Subcommittee approved an Other Funds expenditure limitation of \$10 million to allow additional revenues received in the Health Care Provider Incentive Fund to be spent on workforce training programs and/or provider incentive programs. It is anticipated that the inter-governmental transfer mechanism with OHSU that is related to fee-for-service expenditures will generate roughly \$8-10 million during the 2017-19 biennium that will be available for these programs. For purposes of building the 2019-21 budget, these programs are considered ongoing.

#### Public Health

HB 5201 includes \$0.7 million General Fund to support rising caseloads in the Breast and Cervical Cancer Screening Program because of increased outreach, at the same time as the Komen grant revenues for the program have declined over time. Based on agency projections, this funding will allow the program to adequately serve the over-50 age group. The intention is that younger women (of reproductive age) will be able to access screenings through the CCare program and the new funding from HB 3391, which funds reproductive health services for women who are eligible for Medicaid except for their immigration status. The agency will continue to monitor the caseload and service levels for these programs to be sure that specific gaps in coverage do not result from these changes.

The CCare program closed out the 2015-17 biennium with an excess of \$3 million Other Funds revenues. These were distributions of revenue from the Medical Marijuana Program during the 2015-17 biennium; CCare no longer receives medical marijuana revenues in the 2017-19 biennium. These revenues will be returned to the Medical Marijuana Program. It is anticipated that additional resources will be needed in the Medical Marijuana Program during the 2019-21 biennium.

The Subcommittee approved an additional 4 positions (2.62 FTE) for the Medical Marijuana Program. That 2.62 FTE includes increasing two existing partially funded positions to full-time. As a part of SB 1057, the major marijuana bill from the 2017 session, this program was reduced by 16 positions. In addition, 6 more vacant positions were eliminated as part of the agency budget. All Compliance Specialists were eliminated from the staff as of July 1, 2018. At the time, it was estimated that most processors, dispensaries, and growers would move to the recreational marijuana program under the Oregon Liquor Control Commission (OLCC). While most processors and dispensaries have moved, most of the 30,000 growers still remain with OHA. It is essential that the program has the capability to do the compliance work necessary to enforce medical marijuana laws, as well as maintain administrative functions. An increase of \$1.4 million Other Funds expenditure limitation is included. The appropriate staffing level for this program will be reexamined as part of the agency budget process during the 2019 legislative session, when more data is available on numbers of growers remaining with the Medical Marijuana Program.

SB 1057 also required OHA to enter into an agreement with OLCC to use its cannabis tracking system to track the propagation, processing and transfer of medical marijuana. The bill also required OHA to establish a new fee to cover these costs and to transfer all resulting revenue to the Marijuana Control and Regulation Fund for use by OLCC to pay program costs. OHA implemented, by rule, an annual fee of \$480, identical to the fee already in place for recreational marijuana users of the system. This is expected to result in \$3.6 million of revenues to be transferred to the Fund. A budget adjustment of \$3.6 million Other Funds expenditure limitation is included allowing the agency to transfer those resources.

Two positions (0.50 FTE) are added to the Health Licensing Office to address the added workload associated with HB 4129, issuing residential care facility administrator licenses. The additional Other Funds expenditure limitation needed for this change can be absorbed within the agency's existing expenditure limitation.

The budget includes an increase of \$10.8 million Other Funds expenditure limitation, which allows the agency to spend available revenues on enhancements to the Women, Infants, and Children (WIC) Information System Tracker. These revenues were recovered through a lawsuit after an earlier WIC contractor failed to fulfill contract requirements.

#### Central Services/Statewide Assessments and Enterprise-Wide Costs

Budget adjustments include the use of leftover bond proceeds from the Oregon State Hospital Replacement Project to pay debt service, freeing up \$1.4 million General Fund for other purposes. The transfer of eligibility services and the ONE system to DHS results in a reduction of \$2.8 million General Fund in Statewide Assessments and Enterprise-wide Costs. This includes the transfer of funding needed to pay usage-based assessments related to the Processing Center, such as Enterprise Technology Services, as well as facility costs, starting April 1, 2018.

#### Department of Human Services

Many of the budget adjustments in HB 5201 for the Department of Human Services (DHS) are driven by actions needed to rebalance the agency's budget and realign work between DHS and the Oregon Health Authority (OHA). At the January 2018 meeting of the Interim Joint Committee on Ways and Means, the agency presented a rebalance report tied to several dynamics affecting DHS' budget. These include savings or funding gaps due to changes in caseload and costs increases; costs associated with negotiated collective bargaining agreements for non-state employees; and other program changes or issues arising since the 2017 legislative session.

Overall, the DHS rebalance plan projects savings of \$4.3 million General Fund; the calculation assumes availability of \$9.7 million from the special purpose appropriation for non-state employees and excludes the transfer in of Medicaid eligibility staff from OHA since those additional costs also come with funding from OHA. The \$4.3 million in General Fund savings consists of \$20.1 million in net savings from caseload and cost per case updates offset by \$15.8 million in other costs, which are mostly due to a decrease in the federal Medicaid match rate.

The rebalance plan approved by the Subcommittee is generally consistent with the DHS request from January; initial rebalance assumptions around cost projections in the Intellectual and Developmental Disabilities (IDD) and Employment Related Day Care (ERDC) programs have been modified. Notably, the revised IDD assumptions will allow the agency to delay action on program eligibility or service changes until at least next biennium; this timeframe supports further vetting of options during the 2019 legislative session, if warranted or desired. Since the January report, the timing of the formal transition of Medicaid eligibility services to DHS from OHA was shifted from March 1 to April 1, 2018, which drives different numbers for that action.

The Subcommittee also approved new budget adjustments or investments, including the agency's request to use rebalance savings to address workload and backlog issues in the background check unit. Additional funding was provided for Oregon Food Bank and positions were added to help the Child Welfare program address its most immediate needs.

While many issues are covered in the DHS rebalance plan and by other budget adjustments, budget risks do remain. These include changes to caseloads based on future forecasts, the agency's ability to manage personal services expenditures including cost of living increases or other bargained costs, volatility in usage-based costs or charges for services, assessment of federal program penalties, federal law or funding changes, and legal costs. The Subcommittee acted on these risks by, as noted previously, approving a \$30 million special purpose appropriation to the Emergency Board for both DHS and OHA to access if caseload costs or other budget challenges prove to be unmanageable.

A more detailed description of significant budget changes by program follows.

#### Self Sufficiency Programs

The budget adjustments approved by the Subcommittee for the Self Sufficiency Programs (SSP) increase the budget by \$44.8 million General Fund (\$137.3 million total funds) and 475 positions (319.66 FTE). The increase is primarily due the transition of Oregon Health Plan eligibility work and staff from OHA to DHS.

The fall 2017 forecast projects the 2017-19 overall Supplemental Nutrition Assistance Program (SNAP) caseload to be 5.3% lower than earlier estimates, which equates to serving 6,759 fewer households over the biennium. Caseloads in the Temporary Assistance for Needy Families (TANF) cash assistance programs are up 2.5% from the spring numbers, at a biennial average of 18,559 families. The associated cost of \$5.8 million is covered by one-time federal TANF carryforward in the DHS rebalance plan.

Since the TANF caseload number went up with the fall forecast, there are no cost savings for the agency to calculate and report on as directed in a budget note contained in the budget report for HB 5006 (2017). The next checkpoint for calculating savings will be upon completion of the next biannual caseload forecast, which is the spring forecast expected to be finalized by May 2018.

The Subcommittee approved \$300,000 General Fund, on a one-time basis, for distribution to the Oregon Food Bank for improvements in cold storage infrastructure. Funding will help the state's food bank network upgrade and expand commercial refrigerators, freezers, mobile coolers, and refrigerated trucks.

Initially, the DHS rebalance proposed repurposing \$2.7 million General Fund within the SSP budget to ensure adequate capacity for supporting both the ERDC and the Teen Parent programs. Upon further review, the agency plans to continue to manage the caseload at the highest level possible – but still under budget – by using the reservation list, which was activated in November 2017. The Subcommittee approved \$1,904,453 General Fund from the \$10 million special purpose appropriation made to the Emergency Board for non-state employees to cover higher rates negotiated for SEIU (effective 10/1/17) and AFSCME (effective 1/1/18) child care providers. While sound estimates are used to project these costs, changes in the ERDC caseload composition or provider changes later in the biennium may decrease the purchasing power of the program's budget. The agency is also experiencing some provider attrition, which adds another layer of complexity to the program capacity balancing act; based on latest costs projections DHS is still expecting to serve an average of about 8,300 families over the biennium.

Another \$750,000 General Fund was approved, also sourced by the special purpose appropriation, for one-time training costs for SEIU and AFSCME child care providers. The funding will be spent by DHS as a pass-through to the Early Learning Division (ELD) within the Oregon Department of Education; ELD will use the dollars to expand existing contracts with Portland State University to support the training.

Consistent with legislative discussions and effective September 1, 2017, OHA operationally shifted management of its Medicaid eligibility work to DHS; the move is intended to help centralize and streamline eligibility processes. The related budget adjustment approved by the Subcommittee reflects a "lift and place" of the OHP processing center into SSP, which adds \$35.5 million General Fund, \$96.5 million Federal Funds expenditure limitation, and 474 positions (318.86 22 FTE). A corresponding decrease is in the OHA budget; these values reflect an April 1, 2018 transfer date.

Other costs affecting the SSP budget in the rebalance plan approved by the Subcommittee include \$1.2 million General Fund to pay for a phone system contract for the OHP processing center; the expenditure was not in the OHA budget so it is not covered in the transfer. One position (0.79 FTE) is added to prevent a double fill and support activities under the My Future My Choice program, which is supported with federal dollars. The budget includes technical adjustments and transfers, the largest of which is a transfer of \$24.3 million Federal Funds to Child Welfare to realign TANF expenditure limitation. HB 5201 also adds \$13.8 million General Fund (\$13.8 million total funds) for this program's share of the statewide salary distribution.

The approved rebalance also includes a technical adjustment to more evenly distribute reductions taken during the legislative session; these are related to Department of Administrative Services' assessments and charges that ended up hitting some programs disproportionately. The adjustment affects other programs and is net-zero agencywide.



### Child Welfare

The budget approved by the Subcommittee for Child Welfare (CW) reflects increases of \$29.0 million General Fund, \$7.9 Other Funds expenditure limitation, \$46.2 million Federal Funds expenditure limitation, and 177 positions (76.94 FTE). This amount includes \$9.9 million General Fund (\$16.9 million total funds) from the statewide salary adjustment.

Budget adjustments include the DHS rebalance plan as presented in January 2018; forecasts for all individual caseloads within CW grew between the spring and fall forecasts, driving a net increase of \$8.2 million General Fund (\$16.7 million total funds) between caseload and changes in cost per case growth. The overall number of children served is expected to average 22,321 over the biennium, which is an increase of 3.4% from the prior forecast. The approved rebalance also reflects an increase of \$0.7 million General Fund due to an update in the Federal Medical Assistance Percentage (FMAP). Based on the latest federal estimates, the 2017-19 biennial average FMAP rate will decrease from 63.53% to 63.33%, which raises the state contribution and reduces federal support. This rate change also affects other agency programs.

Other and Federal Funds expenditure limitation increases support a federal grant, capture federal match on applicable child savings, and provide for the purchase of software and technical assistance supporting domestic and sexual assault programs. Position clean-up actions reclassify four positions and a net decrease of 0.04 FTE. Technical adjustments and transfers account for a decrease of \$4.1 million General Fund (total fund increase of \$18.1 million); this includes the movement of 9 positions (9.00 FTE) from CW to Shared Services to help improve coordination between investigations and regulatory oversight of child caring agencies. The net total funds increase is driven by the \$24.3 million Federal Funds related to TANF transferred to CW.

In addition to rebalance adjustments, the Subcommittee added \$750,000 General Fund to the budget for three initiatives supporting foster parents; the funding was obtained from a special purpose appropriation established in SB 5526 (2017) for this use. DHS convened a statewide workgroup to identify a set of services to help support foster parents. About 60% of the funding would go to respite care, paying for a mix of services for both group (Foster Parents' Night Out model) and child-specific services. The program plans to spend 25% on training experienced foster parents to be mentors; these parents will provide support to new foster parents by helping them meet the needs of children in care and navigate the system. The remaining 15% will be used to cover immediate needs, such as purchasing a car seat or crib, of a child or sibling group in a foster home.

The approved spending plan also includes an adjustment to budget changes approved in SB 5526 (2017). These are connected to SB 102 (2017), which established an account to capture and spend savings required under federal law; these are state monies that would have been spent on adoption assistance if the federal government had not begun to help pay for more placements. During the 2017 session, enough funding (\$3.3 million) was moved to the account to support a program (October 1, 2017 start date) paying working foster parents caring for children (ages 0 through 3) a \$300 monthly stipend to defray the cost of child care. Since the 2017 session, DHS identified additional savings for another transfer

of \$6.5 million in 2017-19; with this transfer plus federal match, about \$10 million total funds will be available for childcare stipends in 2017-19. Assuming an April 1, 2018 start date, this funding level supports a higher stipend of \$375 per month, includes children ages 0 through 5, and is expected to serve close to 1,300 children when fully implemented. The \$10 million spending level is tied to federal rules which allow only 70% of the savings to be used for this new program, the remaining 30% must be spent on post-adoption and/or post-guardianship assistance activities. With the current funding mechanism, the stipend should be sustainable at this level going forward, if caseload and savings projections hold.

To address ongoing concerns from both executive and legislative leadership about child safety and staff workload in CW, the Subcommittee also approved \$13.3 million General Fund, \$4.5 million Federal Funds expenditure limitation, and 186 positions (85.90 FTE). The funding supports a thoughtful and incremental roll-out of this supplemental position authority, as the Subcommittee recognized the agency is currently challenged to fill already existing vacant positions. The budget package also includes positions dedicated to CW recruitment efforts, which is expected to help the agency make progress in filling and reporting on positions. The following positions are approved:

### Child Welfare Staffing Increase - February 2018

Start Date	Class	Role	General		Federal		Total	
			Fund	Funds	Funds	Funds	Pos	FTE
Apr-18	SSA	Case Aide	\$ 2,135,125	\$ 532,575	\$ 2,667,700	25	15.75	
Apr-18	HRA3	Recruiting	\$ 236,890	\$ 59,036	\$ 295,926	2	1.26	
Jul-18	SSA	Case Aide	\$ 1,640,001	\$ 409,115	\$ 2,049,116	23	11.50	
Jul-18	PEMC	Manager	\$ 354,453	\$ 88,343	\$ 442,796	4	2.00	
Jul-18	SSA	Case Aide	\$ 1,782,610	\$ 444,690	\$ 2,227,300	25	12.50	
Jul-18	SS1	Caseworker	\$ 2,153,355	\$ 947,045	\$ 3,100,400	25	12.50	
Jul-18	OS2	Office Specialist (Case Support)	\$ 1,557,410	\$ 388,440	\$ 1,945,850	25	12.50	
Oct-18	PEMC	Manager	\$ 210,547	\$ 52,484	\$ 263,031	3	1.14	
Oct-18	SS1	Caseworker	\$ 1,708,060	\$ 836,090	\$ 2,544,150	25	9.50	
Jan-19	PEMC	Manager	\$ 155,261	\$ 38,716	\$ 193,977	3	0.75	
Jan-19	SS1	Caseworker	\$ 1,262,840	\$ 725,160	\$ 1,988,000	25	6.25	
Jan-19	HRA3	Recruiting	\$ 52,327	\$ 13,043	\$ 65,370	1	0.25	
<b>Total</b>			<b>\$ 13,248,879</b>	<b>\$ 4,534,737</b>	<b>\$ 17,783,616</b>	<b>186</b>	<b>85.90</b>	

In addition to direct funding, the Subcommittee also approved a \$2.5 million special purpose appropriation to the Emergency Board for the program to access as the agency continues to develop and implement its action plan to improve child safety, stabilize the workforce, and help foster families. The CW program will report on these efforts as part of the interim reporting required under a budget note in the budget report for SB 5526 (2017).

#### Vocational Rehabilitation

The budget approved by the Subcommittee for Vocational Rehabilitation (VR) reflects increases of \$0.5 million General Fund, along with \$5,910 Other Funds expenditure limitation and \$4.5 million Federal Funds expenditure limitation. No changes are made to position counts or FTE; total funds of \$1.6 million cover the statewide salary adjustment for this program.

The fall 2017 forecast projects the 2017-19 VR caseload to be about 8.4%, or 820 clients, higher than the spring estimate. With a recent award of \$3.4 million in federal reallocation dollars, the program is hoping to continue to avoid activating the Order of Selection (priority wait list) in 2017-19. The rebalance request approved by the Subcommittee contains the additional expenditure limitation to spend the reallocation funding. One position is reclassified in the rebalance plan.

The rebalance also includes a technical adjustment to more evenly distribute reductions taken during the legislative session; these are related to Department of Administrative Services' assessments and charges that ended up hitting some programs disproportionately. The adjustment affects other programs and is net-zero agencywide.

#### Aging and People with Disabilities

Budget adjustments made by the Subcommittee for the Aging and People with Disabilities (APD) program reflect a decrease of \$4.7 million General Fund, an increase of \$33.2 million Other Funds expenditure limitation, a decrease of \$35.2 million Federal Funds expenditure limitation, and a net decrease of 2 positions (2.00 FTE). Total funds of \$8.7 million cover the statewide salary adjustment for this program.

The 2017-19 legislatively adopted budget included higher rates for Community Based Care providers (Assisted Living, Residential Care, Memory Care, and In-home Agency). The Subcommittee added \$1,180,695 General Fund and \$2,467,705 Federal Funds expenditure limitation to augment the rate increase scheduled for July 1, 2018. When coupled with \$2.2 million General Fund in savings from an expected lower than budgeted nursing facility rate in the second half of the biennium and matched with \$7.2 million in Federal Funds, rates will increase by 5% instead of 2.5% on that date. These same providers received a 5% rate increase on July 1, 2017.

As noted in the Emergency Board overview section, the Subcommittee approved a \$300,000 special purpose appropriation to be allocated to the DHS Aging and People with Disabilities program to increase access to ventilator-assisted services in nursing facilities. The agency may

request these funds, which are anticipated to help cover a higher rate paid for these services, after completing work under the following budget note, which was also approved by the Subcommittee:

**Budget Note:**

The Department of Human Services shall work with the Oregon Health Authority to develop a plan to increase access to ventilator-assisted services in nursing facilities, effective January 1, 2019. The plan should address criteria used to enroll nursing facilities and respiratory providers; the rate methodology proposed for compensating these services; state Medicaid plan amendments and administrative rules required to implement this initiative; any information technology changes needed to support the program; the projected costs for these services in the 2017-19 and 2019-21 biennium for the two agencies; and any other actions needed or barriers to be mitigated before service implementation. The Department shall prepare and submit a report containing the plan elements to the Emergency Board prior to October 1, 2018.

A rebalance plan based on the fall 2017 caseload forecast was also approved by the Subcommittee. While, overall, long term care caseloads are 1.8% below the spring 2017 forecast (a decrease of 655 clients), nursing facilities' caseloads are 3.2% higher. That change plus an increase in cost per case is driving a need of \$8.5 million General Fund (\$28.9 million total funds). However, these costs are more than offset by net savings of \$17.3 General Fund (\$57.7 total funds) across the in home and community based care caseloads. These savings also help cover increased costs due to the FMAP change; in APD that shifts \$5.9 million in costs from federal dollars to state General Fund.

The rebalance also includes a management action decreasing the budget by \$10 million General Fund (\$31 million total funds) to account for the caseload forecast not yet capturing the decrease in caseload expected to occur from strengthening the level of care assessment. This change was not implemented until after data used for the fall forecast were captured. The agency will be tracking eligibility changes for clients to determine the associated impact on the caseload and to ensure savings will not be double counted in future rebalances.

There is also risk that the actual caseload reduction may be offset by costs; some of these are tied to providing ongoing supports to people who would have otherwise become homeless, been evicted, or are at risk of abuse or exploitation. In addition, a recent legal agreement requires APD to pause policy and rule changes affecting hours and eligibility that were implemented last summer and fall. This means most consumers will be temporarily restored to their prior level of care while the agency and advocates negotiate future standards and procedures for in-home and residential care, which will affect expenditures. This work is expected to be done by May 2018.

The APD budget is also affected by collective bargaining for non-state workers. The Subcommittee approved \$1,340,585 General Fund from the \$10 million special purpose appropriation made to the Emergency Board for non-state employees to cover higher adult foster care rates. Based on negotiations, rates will increase by 2.0% on February 1, 2018 and again by 4.5% on January 1, 2019. To cover a \$0.15 per hour wage increase

for home care workers effective April 1, 2018, the Subcommittee approved \$2,625,292 also originating from the special purpose appropriation. Collectively, these non-state worker costs will be matched with just over \$7.6 million Federal Funds.

To meet federal program requirements, the approved rebalance adds \$31.2 million Other Funds expenditure limitation for waived case management services. The additional limitation is needed to separately track program expenditures and receive the allowed higher match rate.

Technical adjustments and transfers account for a net decrease of \$0.7 million General Fund (\$2.0 million total funds). Actions include the transfer of positions between APD and other programs, driving a net decrease of one position (1.00 FTE). Other position actions include reclassifying one position and abolishing one position (1.00 FTE).

#### Intellectual and Developmental Disabilities

Budget adjustments made by the Subcommittee for the Intellectual and Developmental Disabilities (IDD) program reflect an increase of \$3.2 million General Fund, an increase of \$111,296 Other Funds expenditure limitation, a decrease of \$12.2 million Federal Funds expenditure limitation, and a net increase of 11 positions (7.70 FTE). Total funds of \$4.6 million cover the program's statewide salary adjustment.

The Subcommittee acknowledged the program's revised plan toward meeting a generic \$12 million General Fund reduction approved in the 2017-19 legislatively adopted budget. Instead of making eligibility or other program changes to meet the target, the agency will manage the reduction with management actions. These actions are spending \$1.3 million less on housing maintenance contracts and rent subsidies, based on an updated assessment of needs; reducing ability to respond to cost per case by volatility by \$6.0 million, based on recent cost per case actuals; and assuming approximately \$6.0 million in enhanced federal match for system work, pending federal approval. While these changes do not address long term budget sustainability, they do allow the agency to continue its work with stakeholders on IDD program changes that can help bend the cost curve. There is also some risk that these assumptions, particularly around cost per case, may not hold and possibly require legislative budget action before the end of the biennium.

The rebalance actions approved by the Subcommittee reflect decreases in both case management enrollment and services' caseloads from the previous forecast, at 3.2% lower overall or 1,527 fewer clients over the biennium. However, individuals are expected to be served in higher cost settings (group homes), which is a cost driver. The net projected budget effect is a decrease of \$9.2 million General Fund (\$31.6 million total funds). This helps offset FMIAP General Fund impacts; for IDD the rate change shifts \$6.3 million in costs from federal to state funding.

The approved plan also uses \$0.7 million General Fund (\$1.4 million total funds) in savings to pay for an error made in building the 2017-19 budget. Workload model positions (case managers) supporting children with intensive medical and/or behavioral needs were overlooked; these caseloads have collectively grown by more than 20% over the last two years. A total of 10 positions (6.70 FTE) are funded.

The IDD budget is also affected by collective bargaining for non-state workers. The Subcommittee approved \$1,165,140 General Fund from the \$10 million special purpose appropriation made to the Emergency Board for non-state employees to cover higher adult foster care rates. Based on negotiations, rates will increase by 2.0% on July 1, 2018. To cover a \$0.15 per hour wage increase for personal support workers, effective April 1, 2018, the Subcommittee approved \$1,902,412 from the same special purpose appropriation. Collectively, these non-state worker costs will be matched with just over \$6.9 million Federal Funds.

The approved budget changes include technical adjustments and transfers increasing the IDD budget by \$0.8 million total funds and transferring in one position (1.00 FTE) from APD.

#### Central Services

For this program, the Subcommittee approved a budget increase of \$294,639 total funds and one position (1.00 FTE). The changes tie to a rebalance action transferring in a human resources position from OHA (1.00 FTE); this is a companion action to the lift and place transfer of OHP eligibility between the two agencies. Technical adjustments and transfers account for a net decrease of \$0.2 million total funds. Five compliance specialist positions are also reclassified in the agency's plan. An additional \$255,557 total funds for the statewide salary adjustment is also part of the overall increase.

#### Shared Services

The budget approved by the Subcommittee for Shared Services is a net increase of \$14.9 million Other Funds expenditure limitation and 45 positions (44.80 FTE) over the legislatively adopted budget. Adjustments include the net transfer in of 11 positions (11.00 FTE) from various programs, including positions from Child Welfare noted previously. Other changes are due to position realignment between agency programs (in both DHS and OHA) and Shared Services after new positions are approved in the budget; sometime programs request and carry the budget for shared components directly during budget build. For the statewide salary adjustment, \$3.5 million Other Funds expenditure limitation is added.

Other position actions move one position (1.00 FTE) in from OHA due to the OHP processing center transition. The approved rebalance plan also includes several actions to clean-up positions: reclassifications upward and downward; abolishing and establishing positions; and bringing part-time positions to full-time. These changes will allow DHS to alleviate several double fills and make positions more consistent with how they are really being used. Effective April 1, 2018, a procurement position is transferred to the Department of Administrative Services (DAS), which reduces the budget by \$152,247 Other Funds and one position (0.63 FTE). The position supports the consolidation of certain information technology contracting work at DAS.

In response to a DHS request from January 2018, the Subcommittee approved the use of General Fund savings from rebalance to support adding positions to the Background Check Unit (BCU), which is part of Shared Services. The corresponding budget increase for the program is

\$6,644,952 Other Funds expenditure limitation and 33 positions (24.75 FTE). With these positions in place, BCU expects to see the processing backlog drop down to 2 weeks by December 2018; currently many checks take more than 8 weeks and sometimes 10 weeks or longer.

Just over half of the projected cost is for positions or position-related expenditures, with the bulk of the remainder going to cover fingerprint processing fees charged by the Department of State Police and the Federal Bureau of Investigation. Currently BCU does not recover any costs from individuals or entities undergoing background checks; costs are covered by the applicable DHS and OHA programs. Subject individuals include agency employees, home care workers, personal support workers, child care providers, child caring agencies, child welfare providers, direct support professionals, residential care facilities, nursing facilities, and adult foster homes. About 80% of the work is related to DHS programs.

#### State Assessments and Enterprise-wide Costs

The budget approved for this program by the Subcommittee reflect net increases of \$15.5 million General Fund, \$228,063 Other Funds expenditure limitation, and \$15.1 million Federal Funds expenditure limitation. Drivers include an increase of \$3.4 million General Fund (\$10.3 million total funds) due to the OHP processing center move; these funds are transferred from OHA and cover rent, utilities, telecommunications, information technology, and other centralized costs associated with these positions. The approved rebalance contains a shift of \$0.6 million total funds from OHA to DHS to transfer rent, utilities, and janitorial costs for part of a Salem building (Cherry City Business Center). OHA has vacated the space and DHS, which already occupies part of the building, needs more square footage.

To support the additional BCU resources, the Subcommittee added \$4,281,343 General Fund, \$161,472 Other Funds expenditure limitation, and \$2,202,137 Federal Funds expenditure limitation; these adjustments allow the shared services funding line to cover the costs of the 33 positions (24.75 FTE) added to the unit.

Technical adjustments and transfers account for an increase of \$5.0 million General Fund (\$8.9 million total funds), primarily to align the assessment budget with policy package changes in program budget structures. Changes tied to position transfers affecting Shared Services are also included. Funding for the statewide salary adjustment is also included, at \$4.6 million totals funds; this primarily covers increased costs tied to collective bargaining for Shared Services positions.

#### Long Term Care Ombudsman

Budget adjustments for this agency include a technical action shifting \$28,639 General Fund between programs; the statewide inflation reduction taken in HB 5006 (2017) was incorrectly calculated, removing too much funding from the Long Care Ombudsman budget structure and not enough from the Oregon Public Guardian (OPG) structure. The change nets to zero agency-wide.

The Subcommittee also eliminated a \$200,000 General Fund special purpose appropriation to the Emergency Board for costs associated with the public guardian and conservator program HB 502.1 (2017) and directly appropriated the same amount to the agency for the OPG program. The special purpose appropriation was sourced by funding removed from the OPG 2017-19 budget during the legislative process. In January 2018, as directed by a budget note, the agency reported on several steps taken to help manage program spending. These include minimizing legal costs, streamlining banking processes, and maximizing caseload capacity. Since the 2017 legislative session, the program has refocused its work, with an emphasis on developing the volunteer program and working with local entities to provide services. Regarding pro bono services, OPG is also developing a concept that would tap professional fiduciaries to act as volunteer deputies. In turn for helping OPG with cases, fiduciaries would receive training and experience that could also be used to meet professional continuing education requirements.

The \$200,000 General Fund restored to the program will pay for two permanent, full-time Deputy Guardian positions (Program Analyst 2 classification) effective July 1, 2018 (1.00 FTE). The positions will be out-stationed in rural areas of the state, which will overcome barriers to contracting in certain areas, provide maximum support for volunteers, and expand program access. With these resources, OPG should be able to serve a minimum of 40 additional clients and possibly more as the volunteer program evolves.

## **JUDICIAL BRANCH**

### **Judicial Department**

The Subcommittee increased the General Fund appropriation for judicial compensation by \$735,683, for the 2017-19 biennium costs of providing a \$5,000 per year salary increase to all statutory judges, beginning on July 1, 2018. The judicial salary increase is enacted by House Bill 4163, the 2018 session program change bill. The total fiscal impact of the salary increase will be \$1,300,000 General Fund in the current biennium. This cost will be financed from the combination of the General Fund appropriation increase and the carryforward of \$564,317 General Fund from the prior biennium. The cost of the salary increase will rise to approximately \$2,600,000 General Fund beginning with the 2019-21 biennium, when it will be in effect for the full twenty-four months of the biennium.

The Subcommittee increased the General Fund appropriation for operations by \$2,378,568, to avoid employee layoffs, furloughs, court closures, and other significant public service reductions during the second year of the current biennium. The Judicial Department presented a \$5.3 million General Fund request for this purpose to the interim Joint Committee on Ways and Means in January 2018. The combination of the approved General Fund increase, the distribution of General Fund to the Department for employee compensation costs, and the carryforward of General Fund from the prior biennium, will support the expenditure level targeted in the January 2018 request and enable the Department to avoid additional service reductions.

The Subcommittee also acknowledged receipt of a compensation plan change report required under ORS 8.105 (1). The report is posted on the Oregon Legislative Information System website under the Capital Construction Subcommittee March 2, 2018 meeting materials. The



Department reported that the Chief Justice has approved the same provision in the executive branch compensation plan for management service and unrepresented employees, whereby effective February 1, 2019, salaries are increased 6.95% and responsibility to pay the 6% PERS pick-up switches from the employer to the employee. The changes do not affect judges, and are projected to cost \$854,000 General Fund and \$62,800 Other Funds during the 2017-19 biennium. The costs will be covered within the legislatively approved budget provided in this bill.

#### **Public Defense Services Commission**

The Subcommittee increased the General Fund appropriation for professional services by \$1,340,000, to expand the Parent Child Representation Program. This program works to improve the quality of legal representation for parents and children in juvenile dependency and termination of parental rights cases. The program currently operates in three counties. The funding will be used to expand the program to Coos and Lincoln counties, beginning July 1, 2018. The cost of this expansion will double to \$2,680,000 General Fund in the 2019-21 biennium, when it will be in effect for the full twenty-four months of the biennium.

The Subcommittee also approved a one-time General Fund appropriation of \$450,000 to fund an Oregon-specific caseload standards study and an assessment of Oregon public defense services. The Commission will work with the American Bar Association for a study to develop standards for the time attorneys need to adequately represent clients in various case types, and to develop associated workload/caseload standards. The Commission will also work with the Sixth Amendment Center to assess the status of public defense services in the state.

The Subcommittee also approved an adjustment to the calculation of the 2019-21 biennium current service level for professional services. The Commission is instructed to add \$4.2 million General Fund to the current service level as otherwise historically calculated. This adjustment is intended to address concerns about contract rate amounts paid to trial-level public defense contract and hourly-paid providers. The amount is calculated to equal the cost of providing a 2% increase in rates for the full twenty-four months of the 2019-21 biennium, however, it is understood that the Commission may choose to allocate the funds in another manner to best address concerns about provider pay.

#### **LEGISLATIVE BRANCH**

The Subcommittee approved a net-zero General Fund rebalance. The adjustments include reductions to agency budgets to account for higher than anticipated reversions from the 2015-17 biennium, appropriately split reversions between Legislative Administration Committee (LAC) and the Legislative Policy and Research Office as those budgets became newly separated agency budgets beginning this biennium, and to accommodate LAC projects including closed captioning, online training, and additional ADA and diversity needs, including one additional position (0.50 FTE) dedicated to such work. In addition to projects funded through rebalance described above, \$700,000 General Fund is provided to LAC for workplace improvements for the Legislative Branch. The Subcommittee approved increasing Other Funds expenditure limitation by \$151,550 for costs of issuance on Article XI-Q general obligation bonds authorized in SB 5702 for the Capitol Accessibility,

Maintenance, and Safety project. Costs of issuance will be paid with bond proceeds. Bonds are scheduled to be sold in spring 2019, so no additional debt service is due in the 2017-19 biennium. An adjustment to debt service is also included, which results in a General Fund reduction of \$48,618 and an increase in Other Funds expenditure limitation of \$48,619. An increase of \$250,000 Other Funds expenditure limitation is included for the Legislative Counsel Committee for ongoing staffing and office needs.

## **NATURAL RESOURCES**

### **Department of Agriculture**

The Subcommittee increased, on a one-time basis, constitutionally dedicated Lottery Funds expenditure limitation by \$846,821 and authorized 13 limited duration positions (5.37 FTE) for additional costs related to Japanese beetle eradication efforts. During the 2016 invasive pests trapping season, the Oregon Department of Agriculture (ODA) trapped a record number of Japanese beetles in the Cedar Mill and Bethany neighborhoods in NW Portland. Early in the 2017 legislative session, ODA received \$801,380 constitutionally dedicated Lottery Funds for the 2015-17 biennium to begin a five-year eradication effort. An additional \$1,113,115 in constitutionally dedicated Lottery Funds was included in the ODA budget for 2017-19 for continuing eradication costs. During the 2017 eradication project, even more beetles were trapped in this area and were found in areas surrounding the initial treatment area, as well as in traps at the Portland airport, Swan Island, and Douglas County. The increase in areas needing treatment, coupled with higher than anticipated costs to maintain the quarantine and dispose of green waste in the existing treatment area, will require additional resources beyond what was approved in the 2017-19 adopted budget for ODA. In addition, the Lottery Funds allocation for the Department was increased by \$1,359,653 to pay for any additional eradication efforts as needed. The Department would need to request an increase in expenditure limitation from either the Emergency Board or the Legislature to spend this additional Lottery Funds allocation.

A technical adjustment was also approved that reduced the Certifications Program Other Funds expenditure limitation by \$16,836 and 0.10 FTE to correct an error in the position count that occurred when a position budgeted in two programs was eliminated.

### **Department of Environmental Quality**

The Subcommittee approved a one-time increase of \$1,917,084 General Fund, \$2,965,300 Other Funds expenditure limitation, and the addition of months to six existing limited duration positions (3.38 FTE) to continue planning and begin development of an environmental data management system (EDMS). The Other Funds represent the portion of the proceeds from the sale of \$5 million Article XI-Q bonds that will be spent in the 2017-19 biennium and includes \$70,000 for the cost of issuing the bonds. This funding is to be used to implement the foundational build of a customized off-the-shelf software solution that will replace multiple outdated and disparate information technology systems currently in use at the Department of Environmental Quality (DEQ). The EDMS project will improve regulatory processes, provide a common platform to receive and share environmental information, and support e-commerce and web-based interactions. Of the total General Fund appropriated,

\$833,867 will pay the debt service on the \$5 million in 2017-19 as the bonds are scheduled to be sold May 2018. The remaining \$1,083,217 General Fund will be used to update and complete foundational documents required to complete Stage Gate 3 endorsement, prepare the Request for Proposal, and pay a Quality Assurance contract. Early estimates indicate the EDMS project will cost \$18 million when completed.

The Subcommittee approved an Other Funds expenditure limitation increase of \$17,834,248 to implement a new electric vehicle rebate program, with the understanding that the Department of Administrative Services (DAS) will unschedule the limitation until sufficient revenues are received. HB 2017 (2017) included a privilege tax of 0.5% on the sale of vehicles beginning January 1, 2018. Monies raised by this tax will be deposited in the Zero-emissions Incentive Fund to be used for rebates on the purchase or lease of electric vehicles to encourage increased utilization of these vehicles. The bill tasked DEQ with establishing and operating the electric vehicle rebate program. At the time the bill passed, no expenditure limitation was provided for the actual rebate payments. The use of this privilege tax for rebates had been challenged in court, therefore DAS is directed to unschedule the increase until these legal challenges are resolved.

A technical adjustment was approved that increased Federal Funds expenditure limitation by \$342,092 and decreased Other Funds expenditure limitation by \$272,092 to accommodate the transfer of administration of a federal grant from the Oregon Health Authority (OHA) to DEQ. OHA had been receiving an on-going federal grant for coastal water monitoring and passing most of the grant funding on to DEQ to do the actual water quality monitoring work. In 2017, both agencies agreed that DEQ should take over the administration of the grant. The 2017-19 OHA budget was adjusted to reflect this change, but the DEQ adjustment was not included in its budget.

The Subcommittee also approved a \$1 million General Fund increase and the addition of 4 positions (2.32 FTE) in the Air Quality program. This funding is to be used to address backlogs in air quality permitting, with emphasis on processing permit renewals. Of the amount approved, \$343,092 is for process improvement activities and is being added on a one-time basis. This funding will not be used to support Title V permitting work because the federal Clean Air Act requires that all Title V permitting work be supported through fees paid by regulated entities. As such, the Department will need to seek authorization to increase fees for the Title V program during the 2019 Legislative session to ensure Title V related permitting operations are sufficiently staffed.

A \$165,892 Other Funds expenditure limitation increase was approved for the Air Quality program to support two positions (1.08 FTE) using existing fund balance revenue from current Greenhouse Gas Reporting (GHG) fees. These positions will work on expanding the Department's existing GHG program to include collection of product output data, as well as, provide quality assurance of currently submitted emissions data.

#### **Department of Fish and Wildlife**

The Subcommittee approved a one-time General Fund appropriation increase of \$350,000 for the Fish Division to operate the Leaburg Fish Hatchery located on the McKenzie River for the second year of the 2017-19 biennium. On July 1, 2018, the U.S. Army Corps of Engineers (Corps) will no longer pay for the Oregon Department of Fish and Wildlife (ODFW) to operate and maintain the hatchery, which it had done since

the facility was constructed in 1953 to mitigate for lost trout habitat caused by construction of federal dams in the Willamette Valley. The Corps will now instead contract with a private entity to purchase trout and will continue to pay ODFW to produce steelhead at another ODFW facility. ODFW plans to continue to produce trout at the facility, which would boost the pounds of trout released in the Willamette Valley by 20% and increase Chinook releases by 6%.

In addition, a one-time \$50,000 General Fund increase was approved for culling of elk herds on the Cold Springs National Wildlife Refuge, which is located just outside Hermiston. The elk forage outside the Wildlife Area and damage commercial agriculture operations on land adjacent to Cold Springs. The funding would be used to pay for the time of existing ODFW staff to work on this project, as well as for a contract with the U.S. Department of Agriculture, Wildlife Services for removing the elk that move onto adjacent farms to feed. The elk meat resulting from the culling of the elk herd will be donated to the local food bank.

#### **Department of Forestry**

A one-time increase of \$26,194,224 General Fund to the Department of Forestry, Fire Protection Division was approved for the payment of emergency firefighting costs associated with the 2017 forest fire season. This amount is dedicated to the following specific uses:

- Unbudgeted emergency fire costs (\$22,722,123)
- Fire protection district deductibles (\$915,600)
- Oregon State Treasury loan interest (\$63,561)
- Severity resources (\$2,492,940)

Of the total increase, \$2.0 million is offset by a reduction of the same amount in the special purpose appropriation to the Emergency Board that had been established for this purpose. In addition, Other Funds expenditure limitation is increased one-time only by \$22,743,921, which includes \$10,130,317 for unbudgeted emergency fire costs, \$4,101,866 for reimbursed costs of emergency fire costs from other agencies including the Federal Emergency Management Agency, \$7.0 million for the payment of pass-through reimbursements to other agencies from federal sources, and \$1,511,738 for fire protection district deductibles.

The Subcommittee approved an increase in the General Fund appropriation made to the Department of Forestry in the amount of \$500,000 and a decrease in Other Funds expenditure limitation of \$500,000 to reverse a reduction in General Fund subsidy for fire patrol assessments on low-productivity, east-side forest lands that was included in SB 5519 (2017), the agency's budget bill.

A reservation in the Emergency Fund was made to fund Sudden Oak Death eradication work by the Oregon Department of Forestry as detailed in the Emergency Board section above.

**Department of Land Conservation and Development**

A one-time increase of \$300,000 General Fund for the Department of Land Conservation and Development's local government grants program was approved for the provisioning of technical assistance grants to eastern Oregon counties for conducting economic opportunity analyses.

**Parks and Recreation Department**

The Subcommittee approved a \$200,000 increase in Other Funds expenditure limitation for the Oregon Parks and Recreation Department (OPRD) for expenses associated with Sudden Oak Death mitigation work on State Parks properties within the Cape Sebastian State Scenic Corridor. OPRD estimates that the eradication project will be completed by the end of February 2018. Funding for the treatment will come from the Park Stewardship account which receives a portion of fees charged by the agency and is dedicated for the management of natural resources, hazard trees, landscape, and the ocean shore.

An increase of \$20,000 Lottery Funds expenditure limitation was approved for the purpose of making grants to repair recreational trails damaged due to the Chetco Bar fire during the 2017 fire season.

**Department of State Lands**

An increase in Federal Funds expenditure limitation in the amount of \$155,734 for the Department of State Lands (DSL) was approved for the expenditure of Wetland Program grant funds from the U.S. Environmental Protection Agency (EPA). Of the total, \$121,734 supports five individual initiatives identified in the updated Oregon Wetland Program Plan and will be used in conjunction with an intergovernmental agreement with Oregon State University, Institute for Natural Resources. Additionally, DSL was awarded a supplemental Wetland Program Development Grant (WPDG) that is in addition to the 2015 grant it received from the EPA. The funding award of \$25,000 allows DSL to contract with a third party to complete wetland functional assessments on existing wetland mitigation bank sites prior to the implementation of the Aquatic Resources Mitigation Program initiative in 2018. The reestablishment of expenditure limitation for residual Federal Funds totaling \$9,000 that were not expended in the prior biennium from the original 2015 EPA WPDG is also included in the total additional Federal Funds expenditure limitation for these grants.

A one-time expenditure limitation increase of \$7,244,215 Other Funds is included for cleanup efforts at the Goble, Oregon site on the Columbia River. The funding is for the costs of site security, inventory, and disposal of solid waste and hazardous material, asbestos inventory and abatement, and dewatering and disposal of vessels and structures due to default by the former lessee of the site. DSL is continuing to avail itself of all legal means to recover the costs of the cleanup from the former lessee or the lessee's insurance carrier.

A one-time technical adjustment of \$235,081 Other Funds expenditure limitation is included in the measure to carry forward 2015-17 biennium unexpended grant funding from the University of Michigan for the South Slough National Estuarine Research Reserve. Normally, this limitation would have been reestablished in the agency's budget bill, but the actual unexpended amount was not known at the time of the bill's passage.

The Subcommittee approved an increase in Other Funds expenditure limitation of \$410,102 and authorized the establishment of a limited-duration project manager position (0.67 FTE), the establishment of a permanent, full-time network architect position (0.67 FTE), and the upward reclassification of an existing information systems supervisor position to continue planning for the replacement of the aging Land Administration System (LAS) through the end of the current biennium and ongoing management of the agency's information technology systems.

**Water Resources Department**

Technical adjustments to the Other Funds and Federal Funds expenditure limitations of the Water Resources Department are included in the measure to rebalance budgeted expenditure authority between programs at the agency. This action results in no net change to the overall expenditure limitation of the agency.

The Subcommittee approved a one-time increase in the expenditure limitation for the Water Resources Department of \$5,269,633 Other Funds for the expenditure of Lottery Revenue bond proceeds for distribution to the City of Carlton to replace the city's finished water supply line in the amount of \$5.15 million and for the payment of bond issuance costs of \$119,633.

**Oregon Watershed Enhancement Board**

The Subcommittee increased the Measure 76 Lottery Funds expenditure limitation for the Oregon Watershed Enhancement Board (OWEB) grants program by \$5,000,000 to reflect increases in forecasted Lottery revenues constitutionally dedicated to the Parks and Natural Resources Fund, for local grant expenditures.

**PUBLIC SAFETY**

**Department of Corrections**

The Subcommittee approved a net-zero technical adjustment to move a total of thirteen positions between program units to align reporting relationships, advance organizational initiatives, and properly assign oversight functions within the agency.

The Subcommittee provided the following direction to the Department of Corrections:

**Budget Note:**

As of January 25, 2018, the Department of Corrections had 297 inmates in custody over the age of 70. Elderly inmates are housed throughout the state, depending on the location of infirmary and hospice beds, single-story and single-bunk cells and dormitories, and proximity to health care facilities.

The Department of Corrections is directed to evaluate the feasibility of using the Oregon State Penitentiary - Minimum as a dedicated facility for housing male prison inmates over the age of seventy-five. The Department should evaluate the suitability of using OSPM to house elderly inmates and identify any and all facility modifications that would be required to safely house a population that has an above average incidence of mobility limitations and serious health conditions. The suitability evaluation should include a detailed cost analysis and an estimated construction timeframe for those modifications to the existing facility necessary to provide an adequate number of infirmary and hospice beds for this population, as well as any security upgrades, infirmary improvements, medical equipment purchases, and accessibility modifications. The Department is directed to report to the Legislature by February 2019 on the cost and timeframe for remodeling and equipping OSPM, and on the estimated cost of operating the facility, including any extraordinary costs for medical staff, transportation, and other reasonably necessary resources for housing an elderly inmate population.

#### **Criminal Justice Commission**

The Subcommittee increased the Criminal Justice Commission's Federal Funds expenditure limitation by \$1,045,940 for two grants awards received in larger amounts than anticipated in the 2017-19 legislatively adopted budget. The awards supplement an existing program supporting Local Public Safety Coordinating Councils in rural Oregon counties and the state's Statistical Analysis Center program.

The Criminal Justice Commission's Other Funds expenditure limitation was increased by \$450,000 for implementation of a new case management system for Oregon's specialty courts. Revenues supporting the expenditure limitation are from asset forfeitures, statutorily dedicated to specialty courts.

#### **Oregon Department of Justice**

The Subcommittee approved an increase of \$53,241 Other Funds, \$159,723 Federal Funds, and 0.25 full-time equivalent for the Civil Enforcement Division's Medicaid Fraud Unit. The Unit is projecting a personal services budget shortfall and requested a temporary funding increase. The Subcommittee recommended a permanent resolution of the underlying budget issues with the upward reclassification of two Assistant Attorney General positions to Senior Assistant Attorney General, an upward reclassification of a Principal Executive Manager C to a D (Chief Investigator), and adding 0.25 FTE to an existing Legal Secretary position budgeted at 0.75 FTE.

The Subcommittee approved \$2.8 million Other Funds expenditure limitation for the Child Support Enforcement Automated System (CSEAS), which is to be financed with Article XI-Q bonds authorized in SB 5702. The Subcommittee also approved \$5.4 million Federal Funds expenditure limitation and an increase of 0.25 full-time equivalent. These are one-time costs. Other Funds expenditure limitation of \$56,463 was also added

for the cost of issuance of the bonds. The Subcommittee reduced General Fund Debt Service by \$23,047 to account for a delayed issuance in previously authorized bonding authority. The 2017-19 Article XI-Q bond authority for the project totals \$19.4 million, including \$19,026,170 for project costs and \$373,830 costs of issuance. General Fund Debt Service totals \$12.5 million.

Since 2010, the Oregon Department of Justice's Division of Child Support has been working on a multi-biennia plan to replace its current COBOL-based mainframe child support case management and financial system with a transfer or hybrid solution with custom development that will use some existing software from three states. CSEAS is expected to be completed by 2021 with an implementation cost estimated at \$137.3 million. Federal Funds will provide 66% of eligible program costs under Title IV-D of the federal Social Security Act for both development and ongoing operations and maintenance costs.

The project is within scope, on schedule, and within budget. The primary purpose of the additional bond authority is to safeguard the progress of the project should there be a major issue during User Acceptance Testing (UAT). UAT started in February of 2018 and continues through May of 2018. If by September 30, 2018 any of the additional bonding authority provided for UAT is unneeded, the unused portion is to be released for other statewide purposes. The project does, however, require the immediate expenditure of \$120,738 Other Funds and \$234,374 Federal Funds for contract change orders. The Department of Administrative Services is directed to unschedule \$2,637,799 Other Funds and \$5,164,513 Federal Funds, which may be rescheduled upon the approval of the Legislative Fiscal Office, but only if unanticipated UAT issues arise.

The bill includes an increase of \$185,916 General Fund and the establishment of one permanent full-time Assistant Attorney General (0.63 FTE) in the Criminal Justice Division for the prosecution of election fraud violations under ORS 260.345, which have increased over the course of the last several biennia. The 2019-21 cost totals \$293,381 General Fund.

The Subcommittee approved an increase of \$1.3 million Other Funds expenditure limitation and the establishment of four limited duration positions (2.68 FTE) in the General Counsel Division as one-time costs. The position cost is \$1 million and includes: one Assistant Attorney General position for Health and Human Services; one Assistant Attorney General position for Tax and Finance; one Assistant Attorney General position for Business Transactions; and one Senior Assistant Attorney General position for Government Services. The Division is experiencing higher caseload work related to: procurement, bonding, expended lottery offerings, litigation agreement implementation, legal sufficiency reviews, and agency administrative rules development. An additional \$258,252 was approved for administratively-authorized limited duration position costs that the agency incurred pending the approval of this request. The revenue to support this request will come from billings to state agencies, which will total \$1.9 million (\$574,288 above the limitation request to account for agency overhead costs).

Two technical adjustments were approved to the Civil Enforcement Division's General Fund appropriation. HB 5015 (2017) eliminated a \$3.2 million General Fund appropriation for enforcement of the Master Tobacco Settlement Agreement (MTSA) as the Department no longer requires the General Fund for defending the state's enforcement actions to the arbitration panel. A portion of the reduction included \$127,059



General Fund for standard inflation; however, HB 5006 (2017), as part of a statewide adjustment, also included a reduction of \$127,059 for inflation. The Subcommittee's action restores the inflation reduction to provide funding for civil rights enforcement.

The Subcommittee also approved a technical adjustment to transfer \$25,646 General Fund from the Appellate Division to the Civil Enforcement Division to correct for an Oregon Law reference error in HB 5006 (2017).

A technical adjustment to the Child Support Enforcement Automated System (CSEAS) information technology project was approved. The adjustment increases months on six existing positions by 3.17 FTE. This adjustment is self-financed by reducing budgeted services and supplies by \$708,017 and increasing personal services by a corresponding amount. This adjustment aligns budgeted indirect charges for the program with agency practice.

#### **Oregon Military Department**

The Subcommittee approved a one-time General Fund appropriation of \$260,724 to cover expenses incurred by the Oregon Military Department for services provided by the Oregon National Guard during and after the total solar eclipse on August 21<sup>st</sup>, 2017.

The Other Funds expenditure limitation for the Community Support program was increased, on a one-time basis, by \$5,442,829 to reimburse wildland firefighting expenses incurred by the Oregon Military Department during the 2017 fire season.

The Subcommittee increased the agency's Federal Funds expenditure limitation by \$16,421,308 for lead dust abatement projects at eight armories located throughout Oregon.

Pending federal approval of the agency's proposed indirect cost allocation plan, the Subcommittee recommended \$1,590,544 General Fund be added to the Office of Emergency Management to cover 2017-19 administrative expenses that can no longer be charged to federal grants. The Subcommittee also approved the following budget note:

#### **Budget Note:**

The Oregon Military Department - Office of Emergency Management (OEM) is directed to assess and update OEM's processes, policies, and practices for internal control over grants management, separate from and in addition to any external financial or programmatic audits currently underway. The updated practices should align to the Internal Control-Integrated Framework as updated in 2013 by the Committee of Sponsoring Organizations of the Treadway Commission (COSO). The Military Department is to undertake immediate action to correct any identified deficiencies.

The Military Department is directed to submit a quarterly progress report to the Legislature at each meeting of the Emergency Board in 2018. The Military Department is directed to provide a final written report on the assessment and corresponding updated processes, policies, and procedures to the Joint Committee on Ways and Means during the 2019 legislative session, prior to consideration of the agency's budget for 2019-21.

**Department of Public Safety Standards and Training**

The Other Funds expenditure limitation for the Operations program was increased, on a one-time basis, by \$623,260 to reimburse the Department of Public Safety Standards and Training for expenses incurred for training and certifying Oregon National Guard members as wildland firefighters during the 2017 fire season.

The Subcommittee increased the Department of Public Safety Standards and Training's Other Funds expenditure limitation by \$400,000 to continue and expand mental health and crisis intervention training for first responders with funding from the Oregon Health Authority.

The Subcommittee increased the agency's Other Funds expenditure limitation by \$3,657,838, and authorized seven permanent positions (4.06 FTE) and six limited duration positions (3.48 FTE) to add five basic police classes and one basic corrections class to the agency's training calendar to meet demand during the 2017-19 biennium.

**Department of State Police**

The Subcommittee increased the agency's Other Funds expenditure limitation by \$12,770,000 for federally reimbursable expenses incurred during mobilizations coordinated by the State Fire Marshal during the 2017 fire season in Oregon. Additionally, the agency's General Fund appropriation was increased by \$3,255,945 to cover the portion of the Patrol Division's and State Fire Marshal's 2017 fire season expenses that are not eligible for federal reimbursement.

The Department of State Police is undertaking a significant rebalance of its resources between program units to better support the Patrol Division and to minimize the practice of holding trooper positions vacant. The Subcommittee approved \$2,975,558 General Fund and 25 positions (25.00 FTE) to resolve double-filled support positions. This action requires the agency to reduce its 2017-19 appropriation for services and supplies and capital outlay to fund \$1,737,202 of the total cost of these positions, which is \$4,712,760. It is the intention of the Legislature that the agency's services and supplies and capital outlay budgets be restored to current service levels for the 2019-21 budget.

The Subcommittee also approved a net-zero budget action to re-classify 49 positions per classification studies completed by the Department of Administrative Services, Chief Human Resources Office. Three studies reclassified five Automotive Technician 1 positions to Automotive Technician 2s, three Office Specialist 1 positions to Office Specialist 2s, fourteen Administrative Specialist 1 positions to Administrative Specialist 2s, twenty-five Office Specialist 2 positions to Administrative Specialist 1s, and two Office Coordinator positions to Administrative Specialist 1s.

Once implemented, these position actions and increased General Fund support will allow the agency to begin to fill trooper positions, with a recruit school class of fourteen troopers anticipated for October 2018, and an additional class of twenty troopers in January 2019.

## **TRANSPORTATION**

### **Department of Aviation**

Other Funds expenditure limitation for the Department of Aviation is increased by \$950,000 on a one-time basis to provide oversight and funding for three unmanned aircraft system test ranges in the state.

### **Department of Transportation**

Other Funds expenditure limitation for the Oregon Department of Transportation (ODOT) is increased by \$117,530,107 to fund implementation of the Transportation Package of 2017 (HB 2017), and includes 179 positions (77.63 FTE).

Other Funds expenditure limitation for ODOT is increased by \$10,000 to implement SB 375 (2017) related to the posting of informational materials about human trafficking at roadside rest areas. This is a one-time adjustment supported by the Transportation Operating Fund.

The Other Funds expenditure limitation for the Local Government Program includes funds for highway safety improvements near the Kenton Line to aid enhanced safety related to trains, pedestrians, and vehicles.

