

ORBITS Budget Narrative

REVENUE DISCUSSION

In 2011-13, department revenues are expected to come from three primary fund types: General Fund, Federal Funds, and Other Funds.

General Fund monies, directly appropriated by the Oregon Legislature, provided approximately 70 percent of the funds necessary to support the department's Legislatively Adopted Budget in 2009-11. A significant piece of those funds, as well as additional General Fund appropriated during the February 2010 Legislative Session, related directly to provision of services necessary to implement Ballot Measure 49 (2007). Funding required for this purpose is projected to decrease substantially for the 2011-13 biennium.

Federal Funds provide the next largest portion of revenue necessary to support department programs and services. The department receives direct federal funding from two agencies: the U.S. Department of Commerce's National Oceanic and Atmospheric Administration (NOAA) and the Federal Emergency Management Agency (FEMA).

- Historically, 20 to 30 percent of the total cost of Oregon's land use program has been funded with federal Coastal Zone Management Act (CZMA) grants through NOAA's Ocean and Coastal Resources Management Program (CZMA 306/309/310/6217). Because the state's land use program is the foundation of the federally approved Oregon Coastal Management Program, federal funds can be used to pay for a variety of planning activities affecting coastal communities. Federal CZMA grants have offset costs to the statewide land use program in the amount of approximately \$20 million over the last decade. Use of federal funding is restricted to specific programs and activities in Oregon's coastal zone. DLCD and networked state agencies must provide in-kind services. Local governments must also provide a match for coastal planning and project grants received.

Federal funds support the state coastal management program's operations, monitoring and assistance to local governments. The program provides local jurisdictions with coastal implementation grants. Local governments receiving the grants monitor and consult with federal agencies on the consistency of a wide range of federal projects, permits, licenses and grants with the enforceable policies of the statewide planning program. Funding is also available for the conduct of special projects, such as Geographic Information Systems (GIS) development and application, wetlands planning, buildable lands inventories, coastal non-point source pollution control planning and projects, and small scale construction projects to improve public access.

ORBITS Budget Narrative

- The department also receives Federal Fund revenues from FEMA for administration of the National Flood Insurance Program, including floodplain management and flood map modernization activities. FEMA generally requires 25 percent matching funds and restricts use of the funds to floodplain management activities or other activities specified in its grants.

Other Funds revenue supports less than five percent of the department's budget and comes from a variety of sources.

- The largest source is the Oregon Department of Transportation (ODOT), which provides an allocation of funds from the Federal Highway Administration to support the combined DLCD-ODOT Transportation and Growth Management Program (TGM). The program includes grants to local governments working on transportation and growth management issues.
- The department also collects a small amount of Other Funds revenue from miscellaneous receipts, including the sale of publications, subscriptions to plan amendment and periodic review notices, and duplicating services. The funds are used to cover the costs of providing these services.
- The department was authorized under the provisions of Senate Bill 1049 (2010) to impose a fee for the review of certain Measure 37 claims made eligible for review under the legislation. The fee amount is set statutorily, at \$2,500 per claim. The department expects to complete its review of these claims in the 2009-11 biennium, although some costs related to these claims (reconsideration and litigation) could extend into the 2011-13 biennium.
- The department was directed under the provisions of House Bill 3633 (2010) to help study how best to develop commercially viable marine renewable energy resources. This bill established a timeline for the agency to obtain contributions from public or private sources to support the study. These monies were used specifically for that purpose and are not anticipated to continue in the 2011-13 biennium.
- The department was authorized under the provisions of Senate Bill 1059 (2010) to receive reimbursements from ODOT to carry out a number of tasks to guide and work by local governments in metropolitan areas to conduct land use and transportation scenario planning to reduce greenhouse gas emissions. These funds were used specifically for that purpose. A policy package to continue these efforts under SB 2001 (for the Portland metro area) is reflected in the department's Agency Request Budget in Policy Option Package 101.

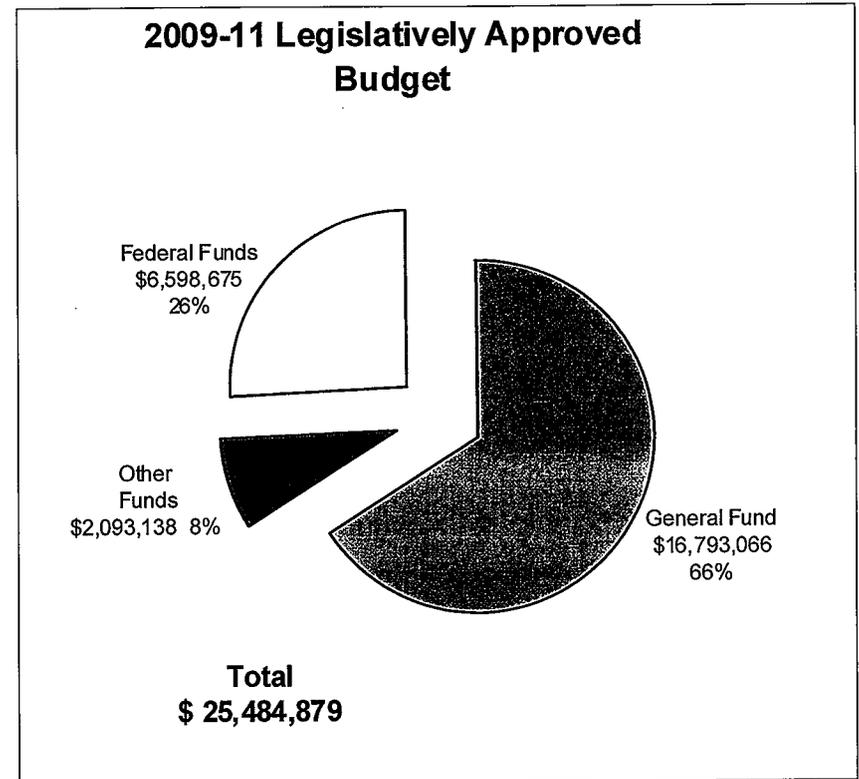
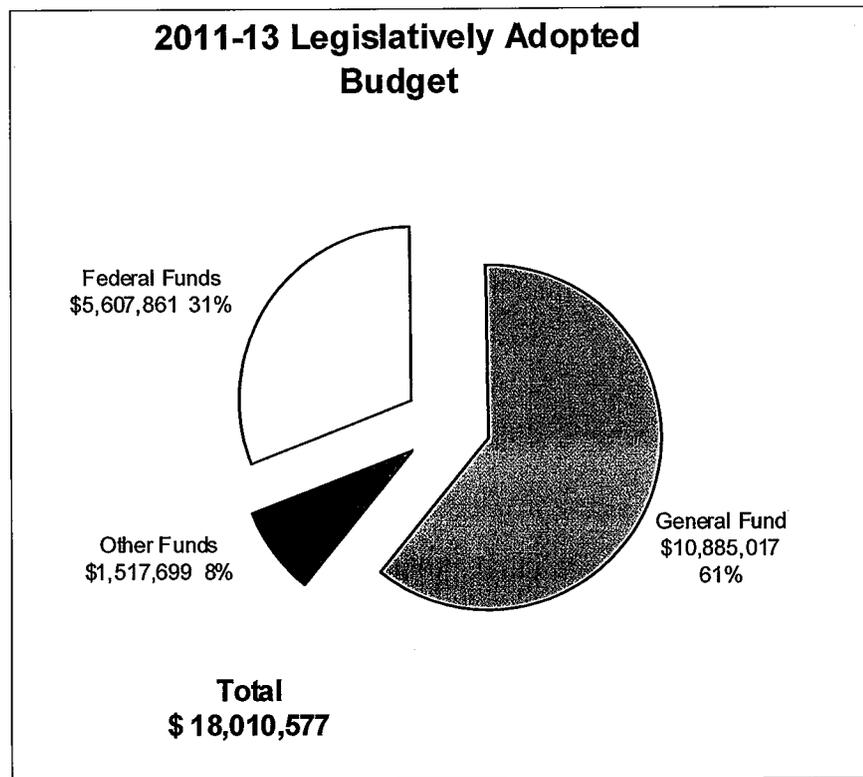
ORBITS Budget Narrative

Revenue Outlook

The 2011-13 revenue projections for Federal and Other Funds sources are based on an evaluation of revenues from existing sources for the current biennium. Other than the Other Funds processing fees from additional HB 3647 (2010) requests for soils analyses and decreased revenues for Measure 49 activities, these sources are not expected to change significantly from the 2009-11 biennium.

ORBITS Budget Narrative

DEPARTMENT OF LAND CONSERVATION AND DEVELOPMENT Revenues by Fund Source



These graphs show how revenues for total expenditure budgets are allocated among the major DLCD programs.

DETAIL OF LOTTERY FUNDS, OTHER FUNDS, AND FEDERAL FUNDS REVENUE

Land Conservation & Development, Dept of
2011-13 Biennium

Agency Number: 66000
Cross Reference Number: 66000-000-00-00-00000

| Source | 2007-09 Actuals | 2009-11 Leg Adopted Budget | 2009-11 Leg Approved Budget | 2011-13 Agency Request Budget | 2011-13 Governor's Rec. Budget | 2011-13 Leg Adopted Budget |
|--------------------------------|--------------------|-------------------------------|--------------------------------|----------------------------------|-----------------------------------|-------------------------------|
| Other Funds | | | | | | |
| Business Lic and Fees | - | - | - | 429,001 | 429,001 | 429,001 |
| Charges for Services | 88 | 28,000 | 778,000 | 28,000 | 28,000 | 28,000 |
| Sales Income | 2,070 | 12,000 | 12,000 | 12,000 | 12,000 | 12,000 |
| Donations | - | - | 1 | - | - | - |
| Other Revenues | 4,366 | 75,586 | 75,586 | 336 | 336 | 336 |
| Tsfr From Administrative Svcs | 2,500 | - | - | - | - | - |
| Tsfr From Economic/Comm Dev | - | - | - | - | - | 94,418 |
| Tsfr From Transportation, Dept | 679,895 | 765,604 | 1,248,185 | 972,318 | 953,944 | 953,944 |
| Total Other Funds | \$688,919 | \$881,190 | \$2,113,772 | \$1,441,655 | \$1,423,281 | \$1,517,699 |
| Federal Funds | | | | | | |
| Federal Funds | 5,259,499 | 6,848,479 | 6,848,479 | 5,871,715 | 5,610,869 | 5,607,861 |
| Total Federal Funds | \$5,259,499 | \$6,848,479 | \$6,848,479 | \$5,871,715 | \$5,610,869 | \$5,607,861 |

| Description | 2007-09 Actuals | 2009-11 Leg Adopted Budget | 2009-11 Leg Approved Budget | 2011-13 Agency Request Budget | 2011-13 Governor's Rec. Budget | 2011-13 Leg Adopted Budget |
|--|------------------|----------------------------|-----------------------------|-------------------------------|--------------------------------|----------------------------|
| BEGINNING BALANCE | | | | | | |
| 0025 Beginning Balance | | | | | | |
| Other Funds | 249,658 | 255,602 | 251,820 | 272,454 | 272,454 | 272,454 |
| Federal Funds | - | 5,538 | - | 249,804 | 249,804 | 249,804 |
| All Funds | 249,658 | 261,140 | 251,820 | 522,258 | 522,258 | 522,258 |
| 0030 Beginning Balance Adjustment | | | | | | |
| Other Funds | - | - | - | (95,568) | (95,568) | (95,568) |
| TOTAL BEGINNING BALANCE | | | | | | |
| Other Funds | 249,658 | 255,602 | 251,820 | 176,886 | 176,886 | 176,886 |
| Federal Funds | - | 5,538 | - | 249,804 | 249,804 | 249,804 |
| TOTAL BEGINNING BALANCE | \$249,658 | \$261,140 | \$251,820 | \$426,690 | \$426,690 | \$426,690 |

| | | | | | | |
|--|------------|------------|------------|------------|------------|------------|
| REVENUE CATEGORIES | | | | | | |
| GENERAL FUND APPROPRIATION | | | | | | |
| 0050 General Fund Appropriation | | | | | | |
| General Fund | 20,267,035 | 16,793,066 | 16,793,066 | 16,178,377 | 11,440,378 | 10,885,017 |
| LICENSES AND FEES | | | | | | |
| 0205 Business Lic and Fees | | | | | | |
| Other Funds | - | - | - | 429,001 | 429,001 | 429,001 |
| CHARGES FOR SERVICES | | | | | | |
| 0410 Charges for Services | | | | | | |
| Other Funds | 88 | 28,000 | 778,000 | 28,000 | 28,000 | 28,000 |

Agencywide Revenues and Disbursements Summary
2011-13 Biennium

Version: Z-01-Leg. Adopted Budget

| Description | 2007-09 Actuals | 2009-11 Leg Adopted Budget | 2009-11 Leg Approved Budget | 2011-13 Agency Request Budget | 2011-13 Governor's Rec. Budget | 2011-13 Leg Adopted Budget |
|--|-----------------|----------------------------|-----------------------------|-------------------------------|--------------------------------|----------------------------|
| SALES INCOME | | | | | | |
| 0705 Sales Income | | | | | | |
| Other Funds | 2,070 | 12,000 | 12,000 | 12,000 | 12,000 | 12,000 |
| DONATIONS AND CONTRIBUTIONS | | | | | | |
| 0905 Donations | | | | | | |
| Other Funds | - | - | 1 | - | - | - |
| OTHER | | | | | | |
| 0975 Other Revenues | | | | | | |
| Other Funds | 4,366 | 75,586 | 75,586 | 336 | 336 | 336 |
| FEDERAL FUNDS REVENUE | | | | | | |
| 0995 Federal Funds | | | | | | |
| Federal Funds | 5,259,499 | 6,848,479 | 6,848,479 | 5,871,715 | 5,610,869 | 5,607,861 |
| TRANSFERS IN | | | | | | |
| 1107 Tsfr From Administrative Svcs | | | | | | |
| Other Funds | 2,500 | - | - | - | - | - |
| 1123 Tsfr From Economic/Comm Dev | | | | | | |
| Other Funds | - | - | - | - | - | 94,418 |
| 1730 Tsfr From Transportation, Dept | | | | | | |
| Other Funds | 679,895 | 765,604 | 1,248,185 | 972,318 | 953,944 | 953,944 |
| TOTAL TRANSFERS IN | | | | | | |
| Other Funds | 682,395 | 765,604 | 1,248,185 | 972,318 | 953,944 | 1,048,362 |

| Description | 2007-09 Actuals | 2009-11 Leg Adopted Budget | 2009-11 Leg Approved Budget | 2011-13 Agency Request Budget | 2011-13 Governor's Rec. Budget | 2011-13 Leg Adopted Budget |
|---------------------------------|---------------------|----------------------------|-----------------------------|-------------------------------|--------------------------------|----------------------------|
| TOTAL REVENUES | | | | | | |
| General Fund | 20,267,035 | 16,793,066 | 16,793,066 | 16,178,377 | 11,440,378 | 10,885,017 |
| Other Funds | 688,919 | 881,190 | 2,113,772 | 1,441,655 | 1,423,281 | 1,517,699 |
| Federal Funds | 5,259,499 | 6,848,479 | 6,848,479 | 5,871,715 | 5,610,869 | 5,607,861 |
| TOTAL REVENUES | \$26,215,453 | \$24,522,735 | \$25,755,317 | \$23,491,747 | \$18,474,528 | \$18,010,577 |
| AVAILABLE REVENUES | | | | | | |
| General Fund | 20,267,035 | 16,793,066 | 16,793,066 | 16,178,377 | 11,440,378 | 10,885,017 |
| Other Funds | 938,577 | 1,136,792 | 2,365,592 | 1,618,541 | 1,600,167 | 1,694,585 |
| Federal Funds | 5,259,499 | 6,854,017 | 6,848,479 | 6,121,519 | 5,860,673 | 5,857,665 |
| TOTAL AVAILABLE REVENUES | \$26,465,111 | \$24,783,875 | \$26,007,137 | \$23,918,437 | \$18,901,218 | \$18,437,267 |
| EXPENDITURES | | | | | | |
| General Fund | 19,057,084 | 16,793,066 | 16,793,066 | 16,178,377 | 11,440,378 | 10,885,017 |
| Other Funds | 686,757 | 863,649 | 2,093,138 | 1,420,772 | 1,363,210 | 1,457,573 |
| Federal Funds | 5,259,499 | 6,598,675 | 6,598,675 | 6,121,135 | 5,860,289 | 5,857,281 |
| TOTAL EXPENDITURES | \$25,003,340 | \$24,255,390 | \$25,484,879 | \$23,720,284 | \$18,663,877 | \$18,199,871 |
| REVERSIONS | | | | | | |
| 9900 Reversions | | | | | | |
| General Fund | (1,209,951) | - | - | - | - | - |
| ENDING BALANCE | | | | | | |
| Other Funds | 251,820 | 273,143 | 272,454 | 197,769 | 236,957 | 237,012 |
| Federal Funds | - | 255,342 | 249,804 | 384 | 384 | 384 |

| <i>Description</i> | <i>2007-09 Actuals</i> | <i>2009-11 Leg Adopted Budget</i> | <i>2009-11 Leg Approved Budget</i> | <i>2011-13 Agency Request Budget</i> | <i>2011-13 Governor's Rec. Budget</i> | <i>2011-13 Leg Adopted Budget</i> |
|-----------------------------|------------------------|---|--|--|---|---|
| TOTAL ENDING BALANCE | \$251,820 | \$528,485 | \$522,258 | \$198,153 | \$237,341 | \$237,396 |

ORBITS Budget Narrative

This Page Intentionally Left Blank