

Agenda Item No:	A
Work Plan:	Administrative
Topic:	Financial Dashboard
Presentation Title:	Department Financial Report for January, February 2025
Date of Presentation:	March 5, 2025
Contact Information:	James D Short, Department Chief Financial Officer (503) 302-8478, james.short@odf.oregon.gov

SUMMARY AND CONTEXT

An executive financial report and summary will be submitted monthly to ensure the Board of Forestry (Board) has up-to-date information for oversight of the Department's financial condition. This report will include the financial and budgetary status of the Department as well as other ancillary topics as appropriate.

BACKGROUND AND ANALYSIS

This consent item is transparent publishing of the Department's transmittal of monthly financial reports to the Board of Forestry. While executive-level in nature, the financial report provides information on various topics that are either germane, or have direct impacts on the financial status of the agency, or other administrative functions of the organization during any given month.

This financial report will continue to evolve. As the Department's reporting ability matures and insights into its operational and administrative work improve, this financial report will reflect those improvements. These improvements could include operational or process improvements or introducing new systems and technologies that enhance the Department's administrative capabilities.

NEXT STEPS

The Board will receive the Department's Financial Report the third week of every month, whether a Board meeting is occurring or not. This will allow the Department to report on the previous month while allowing for the fiscal month closing process to conclude.

ATTACHMENTS

- 1) Department of Forestry Financial Report for January 2025
- 2) Department of Forestry Financial Report for February 2025



Oregon

Tina Kotek, Governor

Department of Forestry
State Forester's Office
2600 State St
Salem, OR 97310-0340
503-945-7200
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February 03, 2025

Sen. Kate Lieber, Co-Chair
Rep. Tawna Sanchez, Co-Chair
Joint Committee on Ways and Means
900 Court St. NE, H-178
Salem, OR 97301

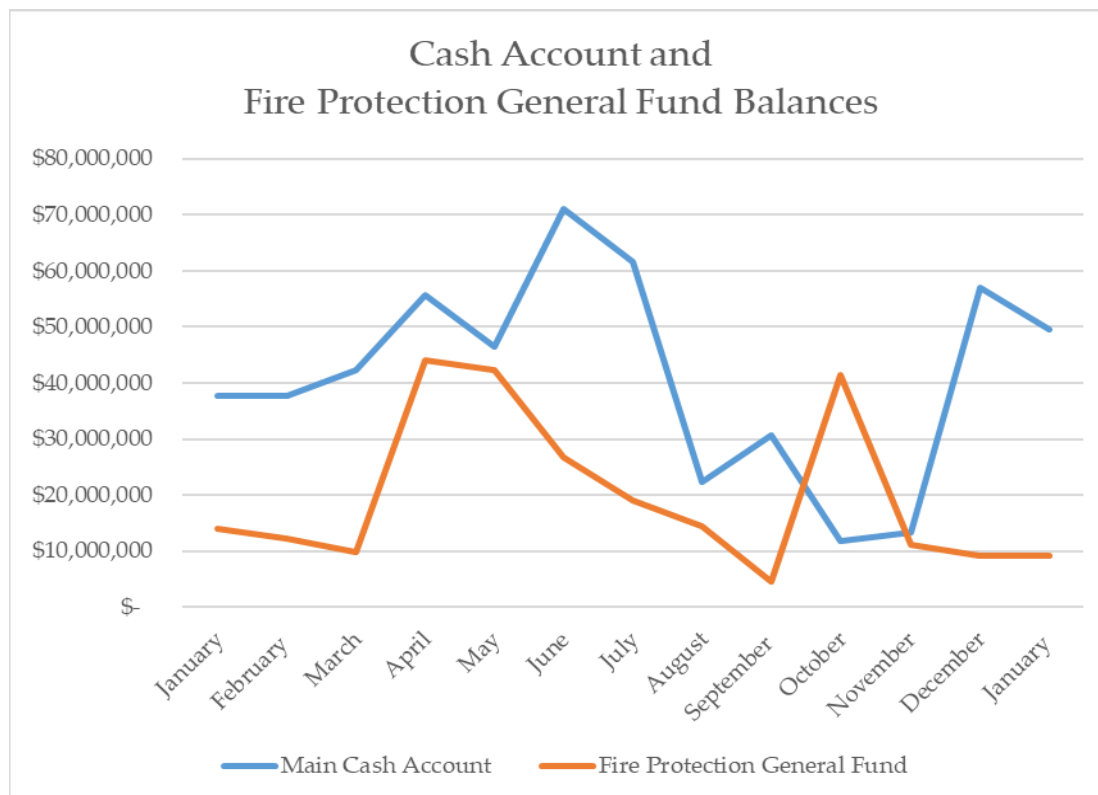
Re: Oregon Department of Forestry (ODF)—Monthly financial condition report

Dear Co-Chairs,

Cash and General Fund Balances

As of January 2025, ODF's principal cash account balance was \$49.5 million, and the 2023-25 Protection Division General Fund appropriation balance was \$9.2 million (Figure 1). Between December and January, there was a decrease of \$7.4 million to the cash account balance, and the Protection Division General Fund balance had a net increase of \$95,411.

Figure 1 - Cash Account and Fire Protection/Cash Flow General Fund Balances as of January 27, 2025.



Financial Projections

As a result of the 2024 Special Session, the department received \$82.1M General Fund for the remaining net large fire obligation and \$109.4M for deposit into the State Forestry Department Cash Flow Repayment Fund to aid cash flow for the remainder of the biennium. The receipt of this additional funding allows the department to process remaining vendor payments related to the 2024 fire season as well as reimburse DAS for September through November payroll runs. This activity is included in the December and February projections below.

Table 1 - Financial Projections through January 27, 2025 (in thousands)

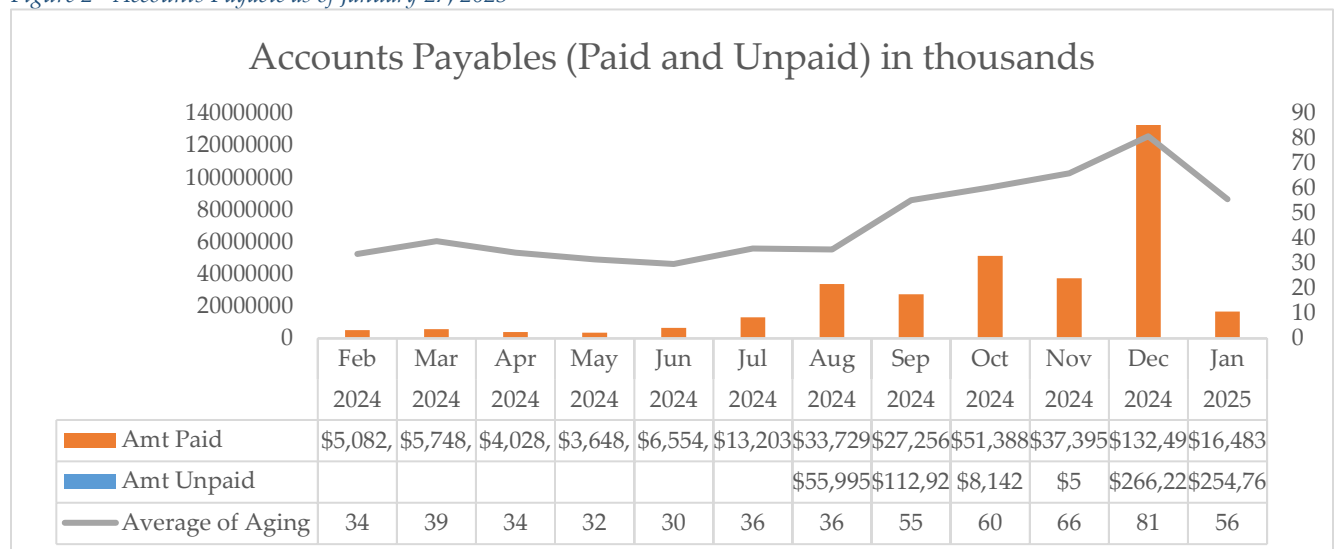
	24-Dec		25-Jan	25-Feb
	Projection	Actual	Projection	Projection
Total Revenue	\$215,194	\$228,459	\$34,269	\$24,761
Total Expenditures	(\$143,369)	(\$144,926)	(\$81,520)	(\$25,461)
Net Total Exp/Rev	\$71,824	\$83,533	(\$47,251)	(\$700)
Beginning Cash Balance	\$36,420	\$42,428	\$126,794	\$79,542
End of Month Cash Balance*	\$107,635	\$126,794	\$79,542	\$78,842
Less: Dedicated Funds	(\$37,627)	(\$44,853)	(\$44,927)	(\$44,927)
End of Month Main Cash Balance	\$70,008	\$81,940	\$34,615	\$33,915
Available GF Appr	\$31,755	\$27,664	\$13,664	\$13,164
Available Resources	\$101,763	\$109,604	\$48,279	\$47,079

* Includes reconciliation for non-cash revenue and expenditure transactions.

Accounts Payable

Department-wide expenditures have slightly increased since the last reporting period. This is consistent with after-fire season operations. Expenditures for the 2024 fires season will continue to be added as fires are audited. The below figure represents timing of payments processed, which is a change from prior reporting of data showing in the month the expense occurred.

Figure 2 - Accounts Payable as of January 27, 2025



Accounts Receivable

Between December and January, there was a net decrease of \$5 million in the total accounts receivable balance (Figure 3).

Accounts older than 120 days equate to \$15.2 million, or 48% of the total balances owed to ODF (Figure 4). Of these accounts, the majority are due from FEMA (\$2.3 million), other federal partners (\$8.4 million), and private parties for cost recovery (\$4 million).

Figure 3 - Accounts Receivable as of January 27, 2025

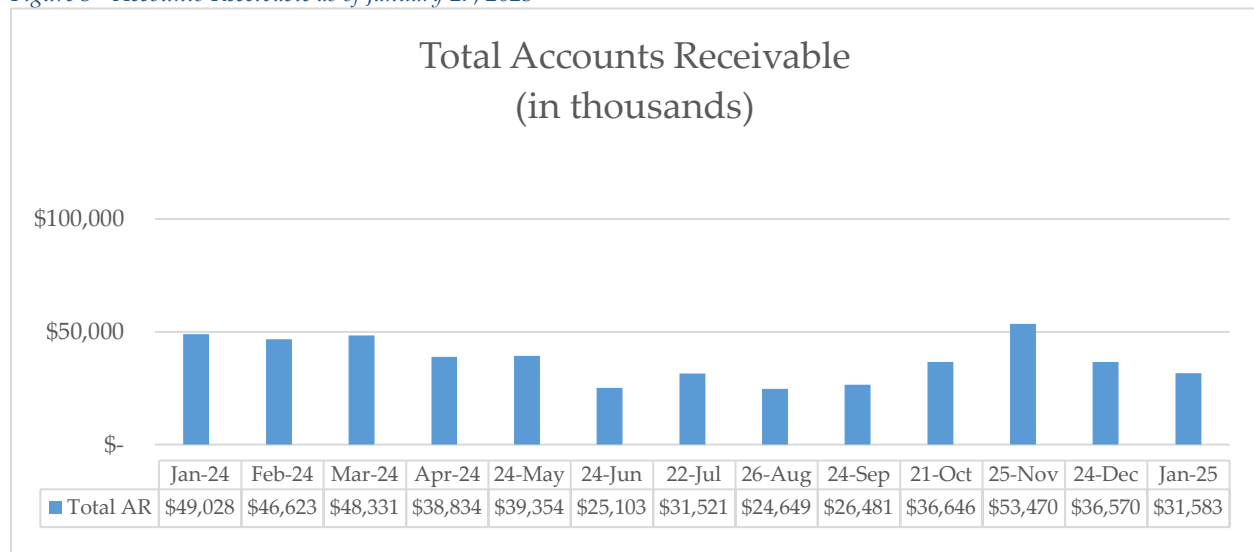
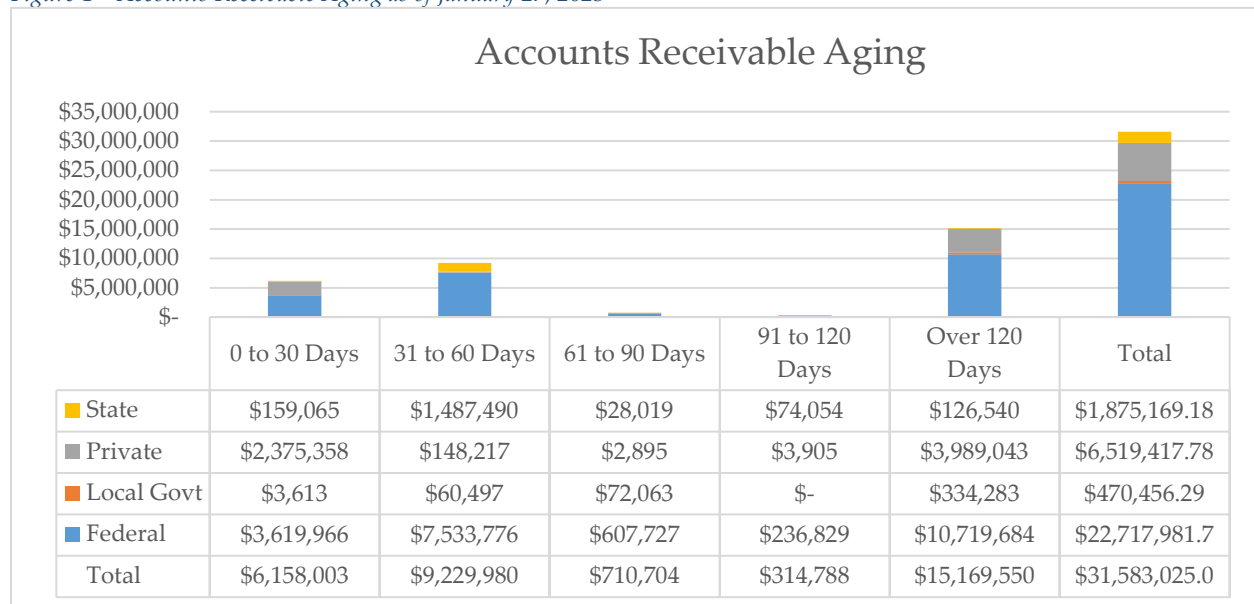


Figure 4 – Accounts Receivable Aging as of January 27, 2025



Fire Costs

The department recovers some fire costs through two FEMA grant programs; however, not all fire costs are recovered through FEMA. Fire costs may also be collected via the fire funding framework, cost-share agreements, and cooperative agreements (separate from large fire), which are all included in the numbers provided in Table 2.

Table 2 – Gross Fire Cost Summary (red indicates estimates – in millions) as of January 27, 2025

Fire Protection Fire Cost Summary							
Fire Season	2019	2020	2021	2022	2023	2024	Total
Fire Costs	33.66	139.85	149.18	53.49	94.97	346.37	817.52
Currently Invoiced	(0.09)	(3.08)	(1.29)	(1.57)	(11.20)	(3.22)	(20.45)
Outstanding to Invoice	(0.45)	(0.87)	(3.44)	(16.93)	(18.12)	(197.95)	(237.76)

FEMA-Public Assistance (PA) grants are awarded to the ODEM, who, in turn, passes the funds through to ODF. FEMA-Fire Management Assistance grants (FMAG) are awarded directly to ODF, and the department has immediate access to the funds once obligated.

FEMA grant applications submitted.

As of January 22, 2025, 12 grant applications totaling \$4.6 million have been submitted to FEMA, of which \$1.2 million are obligated grant applications pending ODEM audit/review and distribution to ODF.

FEMA grant applications not yet submitted.

An additional \$66 million in estimated FEMA-PA and FMAG grant applications (32) have yet to be submitted to FEMA. This includes estimated fire costs for the 2024 fire season. Nine FEMA-FMAG applications associated with administrative costs (\$325,000) cannot be forwarded to FEMA until all ODF and subrecipient grants have been obligated by FEMA.

Twenty-three FEMA grant applications totaling \$65.7 million are associated with estimated suppression costs. They will be submitted to FEMA after completing all cost-share and fire payment reconciliations.

Sincerely,



Kate Skinner
Acting State Forester

c:
Legislative Fiscal Office
Chief Financial Office
Oregon State Treasury
Board of Forestry
Governor's Office



Board of Forestry

Public Meeting

Placeholder

2) Department of Forestry Financial Report for February 2025