

Budget Highlights

Revised 2001–2003
Legislatively Approved Budget

Based on
September 1–18, 2002
Special Session Actions



LEGISLATIVE FISCAL OFFICE
SEPTEMBER 2002

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September 30, 2002

To the Members of the Seventy-First Oregon Legislative Assembly:

The Legislative Fiscal Office staff has prepared this overview of the actions taken by the Legislative Assembly during the September 1–18, 2002 special session to rebalance the statewide General Fund and lottery budget.

As a summary document, this report is intended to highlight major legislative budget actions. For more information on the major revenue components of the rebalance package, refer to the Legislative Revenue Office Research Briefs No. 9-02 (Income Tax Referral) and 10-02 (Master Settlement Bonds).

Please feel free to call our office should you have any further questions.

Sincerely,

Ken Rocco
Legislative Fiscal Officer

Summary of the 2001–2003 Legislatively Approved Budget Modified by the 2002 First through Fifth Special Sessions

First Special Session: February 8–11, 2002

The December 2001 economic and revenue forecast projected \$720 million less in General Fund revenues than the 2001 close-of-session estimate. Due to this General Fund shortfall projected for 2001-03, the Legislature passed several bills to balance the statewide General Fund and lottery budget in the special session held February 8-11, 2002. Immediately prior to the convening of the special session, the Emergency Board met and addressed a portion of the revenue shortfall through rebalance actions affecting the Department of Human Services and the Department of Corrections. During the special session, the Legislature reduced General Fund and lottery spending by \$641 million, with a portion of the reductions being offset with fund shifts and the balance of the shortfall covered by increased revenues from various sources. However, the Governor subsequently vetoed the legislation comprising the legislative plan to rebalance the state budget, including Senate Bills (SB) 5574 and 1008 as well as House Bills (HB) 4012, 4014, 4020, 5070, and 5071. HB 4013, also a part of the plan, was returned unsigned, but not disapproved, by the Governor.

Second Special Session: February 25 – March 2, 2002

The Governor called the Legislature into a second special session, commencing February 25, 2002. The Department of Administrative Services' Office of Economic Analysis presented the March 2002 economic and revenue forecast which projected General Fund resources to decrease another \$144 million, for a total of \$864 million, from the 2001 close-of-session forecast. Offsetting this amount was a \$31 million increase in lottery funds from the close-of-session forecast.

To address the budget shortfall identified in the March 2002 economic and revenue forecast, the Legislature adopted a combination of expenditure reductions and new revenue sources in the second special session. The revenue plan increased estimated 2001-03 revenue by approximately \$480 million. The plan consisted of direct increases to the General Fund and fund shifts to Other and Federal Funds to offset reductions in General Fund expenditures. The plan also reduced the anticipated General Fund ending balance by \$20 million to \$76 million.

The major components of the second special session revenue plan included the use of \$131 million of unallocated Medicaid Upper Payment Limit (MUPL) Account funds and \$62.5 million of unallocated Tobacco Master Settlement funds as General Fund offsets. The plan also assumed the availability of \$200 million from the Education Stability Fund to offset an equal reduction to the State School Fund. The use of the Education Stability Fund resources was contingent on passage of House Joint Resolution (HJR) 76. HJR 76 proposed a constitutional amendment to change the Education Endowment Fund to the Education Stability Fund and specified when a total transfer of \$220 million of the principal of the fund was allowed for expenditure on public education.

Following passage of the second special session rebalance plan, the Governor again vetoed portions of the plan, creating an \$81 million deficit. The Governor vetoed use of the Tobacco Master Settlement funds (SB 5575 line item veto), the transfer of \$14 million in 9-1-1 balances to the General Fund (HB 4030), and a reduction of \$6.1 million in expenses associated with changes in the adult dental program of the Oregon Health Plan (HB 4029). In order to rebalance the budget, the Governor then directed the Department of Administrative Services to use the allotment authority granted under ORS 291.254 to make selective reductions to state programs and indicated that the Legislature would be called back into special session following the June 2002 economic and revenue forecast.

Third Special Session: June 12–30, 2002

The June 2002 economic and revenue forecast projected General Fund and Lottery Fund resources at approximately \$1.4 billion below the close-of-session forecast. The revenue shortfall was \$545 million below the March 2002 forecast and presented the Legislature with a potential gap of \$859 million. The gap consisted of the reduction in General Fund resources, restoration of the \$200 million reduction to schools associated with the defeat of the Education Stability Fund establishment (HJR 76) in the May 2002 primary election, the \$81 million reduction associated with the Governor's second special session vetoes, and an additional \$33 million in Department of Human Services rebalance needs due to recession-related increases in caseload and other expenditures. In addition, some interest was expressed in restoring a portion of the previously approved reductions to local schools that had occurred in the second special session. And, in fact, the Legislature restored \$30 million of the previous \$112 million reduced from local school districts.

The \$889 million budget rebalance plan adopted by the Legislature in the third special session consisted of approximately \$54 million in expenditure reductions and \$835 million in revenue changes. The revenue plan included \$173 million in new tax revenue from an increase in cigarette taxes and a delayed phase-in of increased deductibility of federal income taxes on state income tax returns as well as \$632 million in fund shifts and one-time revenues or reserves. The rebalance plan assumed the use of \$150 million from the Education Stability Fund to offset an equivalent General Fund reduction in the State School Fund. The Education Stability Fund establishment was approved by voters in a September 17, 2002 special election. The plan also delayed \$267 million in payments from the State School Fund and the Community College Support Fund until the 2003-05 biennium. Additional details of the revenue plan are shown in the following table:

3rd Special Session Revenue Plan	
(millions)	
	Revenue Impact
State School Fund Delayed Payment	\$211.0
Education Stability Fund	150.0
Phase-in of Higher Federal Income Tax Subtraction	108.0
Tobacco Settlement	85.0
Cigarette Tax Increase (60 cents/pack)*	65.0
GF Ending Balance Reduction	59.0
Community College Support Fund Payment Delay	56.0
Revenue Bonds on Future Cigarette Taxes	50.0
Common School Fund Statutory Balance	18.0
Emergency Fund General Purpose Balance	14.0
Refunding Light Rail Reserves	10.0
9-1-1 Balance Transfer	9.0
Total Revenue	\$835.0

Fourth Special Session: August 16–20, 2002

The Governor vetoed three bills passed during the third special session. Two of these bills were key components of the Legislature's revenue plan for balancing the 2001-03 statewide budget: HB 4056 and SB 1022.

HB 4056 authorized the Treasurer to issue \$50 million in bonds for primary and secondary education. These bonds were to be repaid with cigarette tax revenues. The bill also authorized the Treasurer to issue up to an additional \$175 million if the September 2002 economic and revenue forecast had a shortfall greater than \$50 million.

The intent of SB 1022 was to move \$267 million in 2001-03 state payments to K-12 schools and community colleges to the 2003-05 biennium while allowing schools and community colleges to accrue these payments as

revenue in the 2002-03 fiscal year. Schools not on the accrual basis are allowed to have negative ending balances for a specified period of time.

The Legislature met in a fourth special session called by the Governor to take up the issue of overriding or sustaining the vetoes of these two bills. The Legislature sustained the veto of HB 4056 and overrode the veto of SB 1022.

The veto of HB 4056 reduces the amount K-12 schools are able to accrue under SB 1022 since the accrual amount is calculated as a percentage of actual funding received in 2002-03.

Fifth Special Session: September 1–18, 2002

The September 2002 economic and revenue forecast projected General Fund and Lottery Fund resources at approximately \$1.7 billion below the close-of-session forecast. The revenue shortfall was \$482 million below the June 2002 forecast and presented the Legislature with a potential gap of \$532 million. The gap consisted of the reduction in General Fund resources and restoration of the \$50 million reduction to schools associated with the veto of HB 4056. This latter amount was not restored, however.

As part of the fifth special session rebalance plan, the Legislature approved reductions in expenditures of approximately \$43.7 million, including \$26.8 million in permanent cuts and one-time reductions of \$16.9 million. One-time reductions include use of \$10.7 million in construction cost savings to offset General Fund debt service costs in the budget of the Department of Corrections, approximately \$2.5 million from delays in implementing programs, fund shifts of \$0.6 million, and vacancy savings of \$0.4 million. The rebalance plan also includes \$313 million in additional General Fund revenues if voters approve a temporary income tax increase on January 28, 2003 or \$310 million in “across-the-board” reductions if voters reject the measure. Additionally, the Legislature reduced the State School Fund by \$150 million General Fund, to be replaced by \$150 million in proceeds from bonds secured by the future Tobacco Master Settlement Agreement revenue stream (HB 4073).

The plan also included HB 4074, which as amended by the Senate would have transferred an additional \$3.2 million from proceeds from the sale of state-owned property in Boardman to the General Fund, leaving \$500,000 from the sale to be split evenly between the Trust for Cultural Development and Morrow County. The bill also would have transferred \$0.6 million from the Department of Justice operating budget to the General Fund. However, the House did not vote on the Senate’s amendments and repass the bill. The result is a \$3.8 million reduction in the ending balance of the General Fund. Under current law, the \$3.2 million in sale proceeds will be deposited into the Trust for Cultural Development Account and \$500,000 will be allocated to Morrow County.

The net result of the actions taken by the Legislature during the fifth special session, and assuming passage by the voters of the temporary income tax referral, is a projected ending balance of approximately \$20 million.

General Fund and Lottery Spending

The following table compares the special session-adjusted budget for General Fund and lottery funds with 1999-01 estimated expenditures and the prior 2001-03 legislatively approved budget.

2001-03 General Fund & Lottery Spending							
(Dollars in Millions) ¹							
	1999-01 Estimated	2001-03 Legislatively Adopted Budget	Feb 25 - Mar 2, 2002 Special Session	June 12-30, 2002 Special Session	September 1-18, 2002 Special Session (assuming tax referral passes)	% Change 01-03 Special Session from 2001-03 LAB	% Change 01-03 Special Session from 1999-2001
Education							
K - 12 (excl. ODE) ²	\$4,568	\$5,080	\$4,611	\$4,412	\$4,257	-16.2%	-6.8%
Higher Education ³	873	822	778	794	792	-3.6%	-9.3%
Community Colleges ⁴	436	475	460	404	401	-15.4%	-7.9%
All Other Education	285	372	355	356	352	-5.5%	23.5%
Total Education	6,161	6,748	6,204	5,966	5,802	-14.0%	-5.8%
Human Services	2,289	2,641	2,553	2,506	2,498	-5.4%	9.1%
Public Safety	1,193	1,351	1,300	1,317	1,304	-3.5%	9.4%
Natural Resources	226	279	265	269	268	-4.0%	18.5%
All Other Programs ⁵	746	955	894	772	765	-19.9%	2.6%
Total Expenditures ⁶	\$10,615	\$11,974	\$11,216	\$10,830	\$10,637	-11.2%	0.2%

¹ Amounts may not add due to rounding
² The June 2002 and September 2002 special session numbers reflect a shift of \$211 million of the 2001-03 State School Fund payment to the 2003-05 biennium
³ Includes Oregon Health and Science University Public Corporation
⁴ The June 2002 and September 2002 special session numbers reflect a shift of the final CCSF payment to the 2003-05 biennium
⁵ Includes \$140 million in Emergency Fund for 2001-03 LAB, which was reduced by \$5 million in March 2002 and by another \$114 million in June 2002
⁶ The spending approved during the Feb-March 2002 special session (\$11,216) was effectively increased by another \$60.6 million when the Governor voted elements of the legislative plan; the spending approved during the September 2002 special session (\$10,637) will be decreased by \$310 million if the January 2003 tax referral fails

Tobacco Settlement, Medicaid Upper Payment Limit, & Other State Funds

While the Legislature reduced combined state support from General Fund and lottery revenue, the reduction described above does not present the entire picture.

Although the result from the 2001 regular session was growth in General Fund and lottery expenditures of \$1.4 billion over the 1999-01 level, this fell short of funding programs at the continuing service level. The Legislature addressed the gap, in part, by using alternative revenue sources. Two major sources of discretionary revenue used to “backfill” expenditures that would normally be supported with General Fund or lottery proceeds were Medicaid Upper Payment Limit (MUPL) and Tobacco Master Settlement funds. In the 2002 special sessions, the Legislature continued this practice by using an additional \$131 million of MUPL resources in the second special session and an additional \$85 million in Tobacco Master Settlement funds in the third special session. In the fifth special session, the Legislature approved yet another significant source of funding: \$150 million in proceeds from the issuance of bonds backed by the Tobacco Master Settlement Agreement revenue stream.

When these three sources are included, along with the voter-approved transfer from the Education Stability Fund to the State School Fund, the state support changes from a decrease of 11.2% (when only General Fund and lottery support are considered) to a decrease of 6.7% from the initial 2001-03 legislatively approved budget. The increase over 1999-01 expenditures changes from 0.2% to 8.5 percent.

The following table shows changes in the total of General Fund, lottery, MUPL, Tobacco Master Settlement, and other state funding for each program area as a result of special session actions:

2001-03 Discretionary Spending ¹							
(Dollars in Millions) ²							
	1999-01 Estimated	2001-03 Legislatively Adopted Budget	Feb 25 - Mar 2, 2002 Special Session	June 12-30, 2002 Special Session	September 1-18, 2002 Special Session (assuming tax referral passes)	% Change 01-03 Special Session from 2001-03 LAB	% Change 01-03 Special Session from 1999-2001
Education							
K - 12 (excl. ODE)	\$4,568	\$5,179	\$5,076	4,857 ³	4,807 ⁴	-7.2%	5.2%
Higher Education ⁵	873	923	872	888	885	-4.1%	1.3%
Community Colleges ⁶	436	475	460	404	401	-15.4%	-7.9%
All Other Education ⁷	<u>285</u>	<u>377</u>	<u>360</u>	<u>361</u>	<u>357</u>	<u>-5.3%</u>	<u>25.3%</u>
Total Education	6,161	6,953	6,768	6,510	6,450	-7.2%	4.7%
Human Services ⁸	2,289	2,805	2,772	2,742	2,731	-2.6%	19.3%
Public Safety	1,193	1,351	1,300	1,317	1,304	-3.5%	9.4%
Natural Resources	226	279	265	269	268	-4.0%	18.5%
All Other Programs ⁹	746	955	894	772	765	-19.9%	2.6%
Total Expenditures	<u>\$10,615</u>	<u>\$12,344</u>	<u>\$11,999 ¹⁰</u>	<u>\$11,610</u>	<u>\$11,518 ¹¹</u>	<u>-6.7%</u>	<u>8.5%</u>

¹ General Fund, Lottery, MUPL, Tobacco Master Settlement, Education Stability Fund transfer, and Tobacco Master Settlement bond proceeds
² Amounts may not add due to rounding
³ Includes \$245.1 million of MUPL, \$150 million Education Stability Fund transfer, \$50 million in cigarette tax revenue bond proceeds (HB 4056 - vetoed by the Governor), plus a \$211 million General Fund shift of the 2001-03 State School Fund payment to the 2003-05 biennium (SB 1022)
⁴ Includes \$249.5 million of MUPL, \$150 million Education Stability Fund transfer, \$150 million in Tobacco Master Settlement bond proceeds (HB 4073), plus a \$211 million General Fund shift of the 2001-03 State School Fund payment to the 2003-05 biennium (SB 1022)
⁵ Includes Oregon Health and Science University Public Corporation
⁶ The June 2002 and September 2002 special session numbers reflect a shift of the final CCSF payment to the 2003-05 biennium
⁷ Includes \$5 million in Tobacco Master Settlement for the Oregon Resource and Technology Subaccount for 2001-03 LAB and special session columns
⁸ Includes \$15 million of MUPL for the Oregon Rural Health Association for 2001-03 LAB; \$7.5 million for Feb-Mar 2002 and June 2002 special sessions; and \$3.75 million for September 2002 special session
⁹ Includes \$140 million in Emergency Fund for 2001-03 LAB, which was reduced by \$5 million in March 2002 and by another \$114 million in June 2002
¹⁰ The spending approved during the Feb-March 2002 special session (\$11,999) was effectively increased by another \$60.6 million when the Governor vetoed elements of the legislative plan
¹¹ The spending approved during the September 2002 special session (\$11,518) will be reduced by another \$310 million if the January 2003 tax referral fails

Inclusion of these other fund revenues alters the program percentage changes from one biennium to another. The most significant percentage changes occur in the Human Services and Education categories. The Human Services increase over 1999-01 expenditures changes from 9.1%, when only General Fund and lottery are considered, to 19.3%, when MUPL and Tobacco Master Settlement revenue are included. This primarily reflects a shift of \$209 million in Oregon Health Plan expenditures from General Fund to Tobacco Master Settlement funds. Growth in the Education program changes from a 5.8% decrease to a 4.7% increase when the alternative resources are included. This reflects the use of MUPL funds to offset \$249.5 million General Fund in K-12 Education and \$93.23 million General Fund for the Oregon Health and Science University Public Corporation. Additionally, it reflects a \$150 million transfer from the Education Stability Fund to the State School Fund and, also for K-12 education, \$150 million in proceeds from bonds backed by the Tobacco Master Settlement Agreement revenue stream.

The following tables show the uses of MUPL and Tobacco Master Settlement funds as approved by the Legislature in the 2001 regular session and each of the five subsequent special sessions:

Medicaid Upper Payment Limit (MUPL) – 2001-03 Legislatively Approved Budget						
(Dollars in Millions)						
	Prior Legislatively Approved	Feb 8-11, 2002 Special Session	Feb 25 - Mar 2, 2002 Special Session	June 12-30, 2002 Special Session	Sept 1-18, 2002 Special Session	
K-12 Education	99.2	235.1	245.1	245.1	249.5	
Oregon Health and Science University	101.3	91.9	93.9	93.9	93.2	
Oregon Rural Health Association	15.0	7.5	7.5	7.5	3.75	
Dept. of Administrative Services - MUPL Fund	118.1	12.1	0.1	0.1	0.1	
General Fund	-	-	-	-	-	
Total	333.6	346.6	346.6	346.6	346.6	

The Medicaid Upper Payment Limit account had a projected ending balance of \$131 million following the close of the 2001 regular session. During the second special session, the Legislature allocated the remaining MUPL funds to backfill K-12 education expenditures previously funded through the General Fund. In addition, the Legislature redirected use of previously allocated MUPL revenue from the Oregon Rural Health Association (\$11.25 million) and the Oregon Health and Science University Public Corporation (\$8.09 million).

Tobacco Master Settlement Fund Usage – 2001-03 Legislatively Approved Budget					
(Dollars in Millions)					
	Prior Legislatively Approved	Feb 8-11, 2002 Special Session	Feb 25 - Mar 2, 2002 Special Session	June 12-30, 2002 Special Session	Sept 1-18, 2002 Special Session
K-12 Education	-	-	-	-	-
Tobacco Prevention	5.0	-	-	-	-
Family Health Insurance Assistance Program	20.0	20.0	20.0	20.0	20.0
Health Care Trust Fund	95.0	45.0	19.5	2.0	2.0
Oregon Health Plan Medicaid Program	124.0	179.0	191.5	209.0	209.0
Oregon Resources and Technology Development	5.0	5.0	5.0	5.0	5.0
General Fund (for ending balance & Emergency Bd.)	99.2	99.2	99.2	99.2	99.2
Total	348.2	348.2	335.2	335.2	335.2

Since the close-of-session, expected Tobacco Master Settlement receipts have decreased by \$13 million, from \$348.2 million to \$335.2 million, due to national changes in inflation and volume adjustments under the Tobacco Master Settlement Agreement. This reduced the unallocated balance in the Health Care Trust Fund from the end of the 2001 regular session projection of \$95 million to \$82 million.

In the second special session, the Legislature shifted \$62.5 million from the revised balance in the Health Care Trust Fund to the Oregon Health Plan Medicaid program, leaving a total of \$19.5 million unallocated. Additionally, \$5 million allocated for tobacco prevention activities during the 2001 regular session was shifted to the Oregon Health Plan. The Governor's subsequent vetoes reversed both of these elements of the legislative rebalance plan.

In the third special session, a total of \$80 million in unallocated Tobacco Master Settlement revenue was shifted to the Oregon Health Plan Medicaid program, leaving a total of \$2 million unallocated in the Health Care Trust Fund. Additionally, the Legislature again shifted the \$5 million allocated during the regular session for tobacco prevention activities to the Oregon Health Plan. In total, Tobacco Master Settlement proceeds used to support the Oregon Health Plan increased by \$85 million between the end of the regular session and the conclusion of the third special session.

In the fourth and fifth special sessions, no changes occurred in the use of current Tobacco Master Settlement proceeds. However, the decision to sell a portion of the future Tobacco Master Settlement revenue stream in HB 4073 will reduce the amount of available revenue from this source until the bonds are repaid.

Following is a summary of the budget actions taken by the Legislative Assembly in the 2002 fifth special session to balance the statewide 2001-03 General Fund and lottery funds budget.

Specified reductions are retained whether or not voters approve the proposed income tax increase on January 28, 2003. Pro-rated (or “across-the-board”) reductions are repealed if voters approve the proposed income tax increase (HB 4079). The Legislature expects agencies to plan for the reductions prior to the election but only implement them if the measure is not passed. The Department of Administrative Services is working with agencies to develop these plans.

Education Program Area

K-12 Education

The total budget for the Department of Education, including the State School Fund, was reduced by \$264,233,982 General Fund for specified and across-the-board reductions. Offsetting this total is an increase of \$2,931,406 in lottery funds, \$4,420,870 in Medicaid Upper Payment Limit (MUPL) funds, and \$150 million in proceeds from Tobacco Master Settlement bonds (House Bill 4073) for the State School Fund. The net reduction in funding is \$106,881,706.

In the Department’s Grant-in-Aid budget, the following specified reductions were made:

- \$2.4 million for expansion of the Oregon Prekindergarten Program
- \$167,997 for the Workforce Development program
- \$92,000 for the Talented and Gifted program

Across-the-board reductions further decreased the Oregon Prekindergarten Program by \$2,096,303 and decreased other Grant-in-Aid programs as follows:

- Early Intervention/Early Childhood Special Education (\$3,093,423)
- Regional Programs (\$1,187,959)
- Long-Term Care and Treatment Programs (\$661,408)
- Hospital Programs (\$78,070)
- Oregon Public Education Network (OPEN) (\$76,104)
- Frontier Learning Network (\$31,432)
- Student Leadership Centers (\$28,078)

Across-the-board reductions were also made in the Department’s Operations budget (\$1,362,662) and in the budget for the Schools for the Deaf and for the Blind (\$606,270).

If the tax measure is approved in January 2003, funding for Department Operations, Schools for the Deaf and for the Blind, and Grant-in-Aid is 17.8%, 5.3%, and 4.3%, respectively, below the levels approved during the 2001 regular session. If the measure fails, funding is 20.7%, 8.7%, and 7.8%, respectively, below the levels approved during the 2001 regular session.

K-12 funding was reduced a total of \$252,352,276 General Fund. However, as noted above, offsetting this reduction is an increase in lottery funds (\$2,931,406), MUPL funds (\$4,420,870), and proceeds from Tobacco Master Settlement bonds (\$150 million) for the State School Fund. The remaining General Fund decrease represents the State School Fund’s across-the-board reduction, although this was capped by the Legislature at \$95 million. Had this amount not been capped, the State School Fund’s share of the across-the-board reductions would have been approximately \$30 million higher.

Notwithstanding a shift in a portion of the final State School Fund payment from this biennium to 2003-05 (SB 1022, third special session) and the across-the-board reduction of \$95 million, the net decrease in K-12 funding as a result of actions taken during the second through fifth special sessions is \$132 million. This

amount comprises the \$112 million reduction in the School Improvement Fund's second-year grants (second special session action), a \$30 million increase in the State School Fund due to actions taken in the third special session, and a \$50 million decrease due to the Governor's veto of House Bill 4056. This latter bill would have provided \$50 million in proceeds from bonds backed by cigarette tax revenues. During the fourth special session, the veto was sustained by the Legislative Assembly. The overall \$132 million reduction brings K-12 funding to 2.5% below the 2001-03 budget approved by the Legislature during the 2001 regular session. If voters do not approve the tax increase in January 2003, funding will be 4.4% below that level approved during the 2001 regular session.

The budget includes several revenue sources that are not likely to continue at the 2001-03 levels into the 2003-05 biennium. These include MUPL funds (\$249,536,109); the Education Stability Fund transfer provided by Ballot Measure 19, which was approved by voters in September 2002 (\$150 million); and proceeds from Tobacco Master Settlement bonds (\$150 million). Although these resources are considered one-time resources, the associated expenditures are considered to be ongoing when developing the current service level budget for 2003-05.

Department of Community Colleges and Workforce Development

A total of \$3,117,126 in specified General Fund reductions were made to the Department of Community Colleges and Workforce Development budget. These include a \$2,978,049 reduction to the Community College Support Fund distribution to colleges, and a total of \$139,077 in reductions in support for the Department's operations. Most of the General Fund reductions in the Department's operating budget are shifted to Federal or Other Funds. The Community College Support Fund reduction reduces by half, for the remainder of the academic year, support for self-improvement classes, excluding those related to workforce (employee training) and health. Previously, these courses were funded on a per-full-time equivalent enrollment basis at the same rate as other courses. With this change, these courses will be supported at half the rate of other community college courses eligible for state support.

In addition, the Legislature applied \$14,345,615 in pro-rated General Fund reductions to the Department's budget. These reductions are not specified to any particular programs, but since they are applied at the appropriation line item level, they are divided as follows: Community College Support Fund (\$14,107,486); Sabin Skills Center (\$89,247); Regional Partnership programs (\$44,081); Oregon Youth Conservation Corps (\$15,264); and Department operations (\$89,537).

As a result of legislation approved in the third and fourth special sessions that effectively "shifts" the final quarterly General Fund distribution to community colleges to the 2003-05 biennium, the Community College Support Fund reductions will have a larger impact on college budgets than the reduction amounts directly imply. The effective impacts of the reductions are increased by one-third as a result of the payment shift. Therefore, funds for community college budgets are actually reduced by approximately \$3.97 million if the income tax increase is approved and by \$22.78 million if it is not. General Fund support is now reduced 15.4% from the level approved during the 2001 regular session if the income tax increase is approved, and by 18.4% if it is not. After adjusting for the impact of the payment shift legislation, the effective reductions in General Fund support amount to a 3.8% reduction from the level approved during the 2001 regular session if the income tax increase is approved and to a 7.8% reduction if it is not.

Department of Higher Education

The Legislature approved specified reductions of \$1,888,139 General Fund to the Department of Higher Education budget. The specified reductions include two components. Support for Engineering programs that were funded above the current service level in the 2001 regular session (i.e., Engineering and Technology Industry Council [ETIC] funding and Top Tier Engineering) was reduced by \$1,112,500 General Fund. This equals 20% of the amount of the enhancement funding for these programs that remains unspent at this point in the biennium. The second component was a \$775,639 General Fund reduction to reduce per-student "cell" funding for graduate students by 1% for the 2002-03 academic year.

In addition, the Legislature applied \$26,914,987 in pro-rated General Fund reductions to the Department budget. These reductions are not specified to any particular programs, but since they are applied at the appropriation line item level, they are divided as follows: Education and General Services (\$23,443,064); Agricultural Experiment Station (\$1,940,842); Extension Service (\$1,340,397); and Forest Research Laboratory (\$190,684).

Remaining state support in the Department budget is now 9.4% below the level approved during the 2001 regular session. If voters approve the income tax proposal and the pro-rated reductions are rescinded, state support will be 6.2% below the level approved during the 2001 regular session.

Oregon Health and Science University Public Corporation

Remaining undistributed MUPL funding for the Oregon Health and Science University was reduced by 2%, or \$670,870. This reduction was not specified to any particular program and is not rescinded if voters approve the proposed income tax increase on the January 2003 ballot. General Fund support was reduced \$119,236 as part of the pro-rated General Fund reductions that are rescinded if the income tax increase is approved. Remaining state support for OHSU is now 7.8% below the level approved during the 2001 regular session. If voters approve the income tax proposal and the pro-rated reduction is rescinded, the reduction will be 7.7% from the 2001 regular session level.

Oregon Student Assistance Commission

The Legislature made two specified reductions to the Oregon Student Assistance Commission budget that are taken whether or not the income tax increase measure passes: 1) a \$1.6 million General Fund reduction to eliminate all remaining undistributed funds from a \$5 million enhancement to the Opportunity Grant program approved in the 2001 regular session, and 2) a \$57,927 reduction for one-time vacancy savings in the Commission's operating budget. General Fund support was reduced an additional \$1,361,935 for pro-rated reductions that are rescinded if the income tax increase measure passes. Of the total pro-rated cuts, \$40,278 represents reductions to the agency's operating budget. The remainder will be reductions to the agency's student financial aid payments. General Fund and lottery support is now reduced by 8.7% from the level approved during the 2001 regular session if the income tax increase is approved and by 11.8% if it is not.

Human Services Program Area

The budgets for the agencies within the Human Services program area were reduced by a total of \$97.6 million General Fund, primarily as a result of changes in the budget for Department of Human Services. Of this amount, \$7.6 million was in specified cuts and \$90 million is in across-the-board reductions that will take effect if the tax referral fails in January 2003. Additionally, MUPL funding for the Oregon Rural Health Association was reduced by \$3.75 million. State support for Human Services is now 6.7% below the level approved during the 2001 regular session. If voters approve the income tax proposal and the pro-rated reductions are rescinded, the decrease will be 3.5 percent.

Department of Human Services

Specified reductions in the Department of Human Services (DHS) budget total \$6,662,879 General Fund as follows:

- Balance of new funding for mental health and alcohol and drug services for Oregon Children's Plan clients (\$2.6 million)
- New funding for local mental health services (\$1,216,932 – planning funds of \$750,000 have been distributed to the counties and \$1,216,932 remains for new services)
- Estimated one-time savings from slower-than-expected start-up of the Staley Settlement agreement implementation of services for developmentally disabled persons (\$1 million)
- One-time savings from enhanced federal match and start-up delays in the eXPRS mental health payment processing project (\$530,850 General Fund and \$1,114,739 Federal Funds – DHS now expects the project to be done and implemented by July 2004)

- Additional savings from restructuring staffing for state operated group homes for developmentally disabled persons (\$515,097 General Fund and \$761,828 Federal Funds)
- JOBS program contract and support services (\$500,000)
- Funding for consultants to train DHS staff and partners and do program evaluations in the child welfare System of Care (\$300,000)

Additional unspecified, pro-rated reductions totaling \$87,868,293 General Fund were made to the following DHS programs and services:

- Medical Assistance Programs (\$22,330,728)
- Senior and Disabled Services (\$22,169,547)
- Developmental Disabilities Services (\$12,180,799)
- Mental Health Services (\$11,631,935)
- Services to Children and Families (\$8,002,720)
- Adult and Family Services (\$5,711,996)
- Director's Office Department-wide Support Services (\$3,225,701)
- Alcohol and Drug Abuse Programs (\$1,057,089)
- Public Health Programs (\$1,053,752)
- Vocational Rehabilitation Programs (\$504,026)

The Legislature did not adjust Other Funds and Federal Funds expenditure limitations related to the pro-rated General Fund reductions because the needed adjustments will vary depending on the actions DHS takes to implement the reductions. DHS is expected to report on any pro-rated reduction actions taken, and needed Other Funds and Federal Funds adjustments, as part of a subsequent budget rebalance plan.

State Commission on Children and Families

The budget for the State Commission on Children and Families was reduced by \$944,883 General Fund to reflect one-time savings from the phased-in expansion of the Healthy Start program in Multnomah County. If they take effect, additional pro-rated reductions of \$2,042,038 General Fund will reduce program and county grants, early identification supports and services, and agency administration.

Other

The following General Fund across-the-board reductions also were made:

- Commission for the Blind (\$46,277)
- Disabilities Commission (\$10,696)
- Insurance Pool Governing Board (\$16,431)
- Long Term Care Ombudsman (\$22,525)
- Psychiatric Security Review Board (\$26,193)

Public Safety Program Area

The Public Safety program area was reduced by \$12.9 million General Fund primarily to reflect one-time prison construction savings, reduced juvenile crime prevention grants, and reduced equipment and supplies expenditures. If pro-rated reductions take effect, an additional \$45 General Fund million will be cut. With these reductions, state support will be 8.7% below the level approved during the 2001 regular session. If voters approve the income tax proposal and the pro-rated reductions are rescinded, the decrease will be 5.4 percent.

Department of Corrections

The budget for the Department of Corrections was reduced by \$10,709,229 General Fund and increased by the same amount of Other Funds, reflecting one-time construction savings on the Coffee Creek Correctional Facility to offset General Fund debt service costs. Pro-rated General Fund reductions in this Department include

\$18,781,478 in Institutions and Correctional Programs; \$7,037,193 in Community Corrections; and \$2,807,957 in Central Support/Operations and Administration.

Department of State Police

Specified General Fund reductions in the Department of State Police were made in services and supplies, capital outlay, vacancy savings and position fund shifts in Human Resources (\$424,437), Patrol Services (\$169,275), Fish and Wildlife (\$77,451), and Forensics/Medical Examiner expenditures (\$305,760). In Criminal Investigations and Gaming, unexpected Other Funds revenue offsets an \$87,082 General Fund reduction. Across-the-board General Fund reductions include \$1,309,234 in Patrol Services, \$83,894 in Fish and Wildlife, \$398,232 in Criminal Investigations and Gaming, \$1,582,360 in Forensics Services/Medical Examiner, and \$2,955,719 in Human Resources.

Oregon Youth Authority

The balance of new funding for the J-Bar-J program (\$45,000 General Fund) and increased funding for the Deschutes County pilot project (\$36,993 General Fund) was eliminated in the Oregon Youth Authority (OYA) budget. OYA's share of the pro-rated reduction is \$7,809,240 General Fund, which would affect both community programs and close-custody facilities for juvenile offenders.

Other

The budget for the Criminal Justice Commission was reduced by \$1 million General Fund for second-year juvenile crime prevention grants and an additional \$658,864 General Fund for the agency's share of across-the-board reductions. The budget for District Attorneys and Their Deputies was decreased by \$97,509 General Fund for the pro-rated reductions. The reductions will be made in deputy supplemental payments, prosecution witness fees and administrative fees. Other pro-rated General Fund reductions include: Department of Justice (\$885,895); Board of Parole and Post Prison Supervision (\$113,867); and Military Department (\$496,626).

Natural Resources Program Area

The Legislature reduced the Natural Resources program area budgets by approximately \$6 million General Fund to produce the statewide balance of expenditures within available resources. State support is now 7.8% below the level approved during the 2001 regular session. If voters approve the income tax proposal and the pro-rated reductions are rescinded, the decrease will be 6.1 percent.

Department of Agriculture

The budget for the Department of Agriculture was reduced by \$439,884 General Fund in specified reductions for termination of a planned bear damage study (\$75,000) and reductions for position vacancy savings (\$364,884). For the agency's share of the across-the-board reductions, an additional \$664,575 General Fund was eliminated.

Department of Fish and Wildlife

The budget for the Department of Fish and Wildlife was reduced by \$427,695 General Fund. Other Funds expenditure limitation was increased by that amount in the fish propagation program to reflect a cost shift to Other Funds for operating hatcheries. These Other Funds are to be paid from the Department's ending balance. The agency's share of the General Fund pro-rated reductions total \$623,901.

Department of Forestry

The Department of Forestry budget was adjusted for pro-rated General Fund reductions in the following programs: Fire Protection (\$681,474); Forest Practices (\$300,585); Forestry Assistance (\$58,940); and Administration (\$316,428).

Department of Environmental Quality

General Fund was reduced and Lottery Funds expenditure limitation increased by \$54,000 in the Department's budget for a fund shift of General Fund to Lottery Funds to support the Lower Columbia River Estuary Project. The budget was also reduced by \$170,224 General Fund and \$267,006 Lottery Funds for debt service savings from delays in bond sales. The budget was also decreased by a total of \$895,798 General Fund for pro-rated reductions in programs and agency operations.

Department of Geology and Mineral Industries

The Legislature reduced the Department of Geology and Mineral Industries budget by \$36,730 General Fund and increased Other Funds limitation by a like amount to allow for shifting General Fund support in some programs. The Department's budget was also reduced by \$109,317 General Fund for the pro-rated reduction.

Oregon Watershed Enhancement Board

The budget for the Oregon Watershed Enhancement Board was reduced by \$54,000 Lottery Funds from agency operations, with the funds allocated to the Department of Environmental Quality for the Lower Columbia River Estuary Project.

Other

Pro-rated General Fund reductions were taken as indicated for the following agencies:

- Land Conservation and Development (\$262,251 in operations; \$90,994 in grant programs; and \$13,054 in the Measure 56 Notice Program)
- Land Use Board of Appeals (\$45,590)
- Division of State Lands (\$1,097)
- Water Resources Department (Water Resources Program – \$764,912; Klamath Project grants – \$45,165; the Bond Sinking Fund – \$19,873; and Field Services – \$8,629)
- Office of Energy (\$14,128 for the Emergency Board special purpose appropriation for Oregon Museum of Science and Industry [OMSI] debt service)
- Columbia River Gorge Commission (\$25,959 in operations); the Commission operates jointly with the State of Washington, so the reductions will result in matching reductions in Washington's budget support for the Commission

Economic and Community Development Program Area

For the Economic and Community Development program area, state support is now 20.9% below the level approved during the 2001 regular session. If voters approve the income tax proposal and the pro-rated reductions are rescinded, the decrease will be 20.5 percent.

The Legislature reduced the Economic and Community Development Department Lottery Funds budget for Community Development (\$1,200,000), Tourism (\$258,000), Film and Video (\$35,400), and Administration (\$720,000). The Lottery Funds budget was also reduced by \$451,000 to reflect debt service savings on un-issued bonds. The Oregon Arts Commission budget was reduced by an unspecified 10% General Fund (\$51,000), as well as by an additional pro-rated General Fund reduction (\$80,846).

The Legislature eliminated the balance of General Fund support to the Oregon Public Broadcasting Corporation (\$1,117,061) and the Oregon Historical Society (\$481,604) paid as grants through the Department of Administrative Services. This latter amount includes \$13,230 for a statue of Tom McCall.

Pro-rated General Fund reductions were taken as indicated for the following agencies:

- State Fair and Exposition Center (\$50,421)
- Housing and Community Services Department (\$273,895)
- Department of Veterans' Affairs (\$89,484)

Administration Program Area

For the Administration program area, state support is now 6% below the level approved during the 2001 regular session. If voters approve the income tax proposal and the pro-rated reductions are rescinded, the decrease will be 3 percent.

Reductions in the Department of Administrative Services (DAS) budget total \$3,220,219 General Fund. This includes the following specified reductions and across-the-board reductions:

- Elimination of the balance of grants for the Multnomah County Sheriff's Office (\$1.6 million), Children's Trust Fund (\$410,062), Sustainability Board (\$94,705), World Affairs Council (\$49,789), and KSYS/Southern Oregon Public TV (\$43,200)
- Elimination of the Oregon Progress Board (\$250,000)
- Reduced funding for Community Solutions and Dispute Resolution (\$400,000 in specified reductions and \$54,752 in pro-rated reductions)
- Reduced funding for Arrest and Return (\$200,000 in specified reductions and \$12,061 in pro-rated reductions)
- Additional pro-rated reductions of \$92,420 in DAS operating expenses

The Legislature also reduced Other Funds expenditure limitation for the distribution of MUPL funds to the Oregon Rural Health Association by \$3.75 million. The MUPL funds are shifted to the State School Fund in place of General Fund in that budget. This action anticipates a balance of \$3.75 million to be distributed to the Oregon Rural Health Association by the end of the 2001-03 biennium.

The Department of Revenue budget was reduced by \$4,084,851 General Fund as a pro-rated reduction for administrative expenses. General Fund support was reduced for the Elderly Rental Assistance program by \$325,190 and for forestland valuation models by \$7,088.

Operational expenses for the Secretary of State were reduced by \$381,416 General Fund as the pro-rated reduction. Funding for Cultural Trust Fund grants and administrative costs in the Secretary of State budget are reduced by \$135,000 General Fund in specific reductions, with an additional \$29,448 General Fund pro-rated reduction. A \$1,969 General Fund pro-rated reduction was also made in funding for language study.

Other across-the-board General Fund reductions are as follows:

- State Treasurer (\$9,825 – a pro-rated reduction in Oregon Qualified Tuition Savings Program operational costs)
- Office of the Governor (\$298,817)
- Oregon State Library (\$112,628)
- Employment Relations Board (\$48,580)
- Government Standards and Practices Commission (\$29,960)
- Commission on Asian Affairs (\$5,167)
- Commission on Black Affairs (\$5,170)
- Commission on Hispanic Affairs (\$5,053)
- Commission for Women (\$5,161)

The Other Funds budget of the Oregon Liquor Control Commission was reduced by \$1,198,232 for unspecified operating reductions. The Other Funds reduction will result in an additional \$671,010 distribution to the General Fund.

Transportation Program Area

The Department of Transportation budget was adjusted to reflect the use of \$643,648 Other Funds from the Transportation Operating Account to offset the same amount of General Fund in the Motor Voter Program, Transportation Growth Management, Special Transportation Program, and Transportation Demand Management. The Department was directed to replace General Fund spent to date with Other Funds from the Transportation Operating Account. There is no net program impact as a result of the fund shift. The Department's pro-rated General Fund reductions affect the Rail (\$336,500), Public Transit (\$291,720), and Transportation Safety (\$6,149) programs. State support is now 31.8% below the level approved during the 2001 regular session. If voters approve the income tax proposal and the pro-rated reductions are rescinded, the decrease will be 30.2 percent.

Consumer and Business Services Program Area

The Bureau of Labor and Industries is the only Consumer and Business Services program area agency that receives General Fund. The General Fund budget for this agency was reduced by \$434,816 in operating expenses for its share of across-the-board reductions. State support is now 9.3% below the level approved during the 2001 regular session. If voters approve the income tax proposal and the pro-rated reductions are rescinded, the decrease will be 6 percent.

Judicial Branch

The Judicial Department General Fund budget was decreased by across-the-board reductions as follows: operations (\$7,977,360); Indigent Defense (\$5,108,280); Mandated Payments (\$532,562); and funding related to new judgeships (\$21,996). The two Emergency Board special purpose appropriations for new judicial positions and judges' retirement benefits also took pro-rated reductions of \$6,682 and \$9,936, respectively.

The Legislature also made a \$6,957 General Fund pro-rated reduction in the budget for the Commission on Judicial Fitness and Disability. The budget for the Council on Court Procedures was reduced by a \$3,304 General Fund pro-rated reduction. The Public Defense Services Commission budget was reduced by an unspecified \$219,470 General Fund pro-rated reduction.

State support for the Judicial Branch is now 12.1% below the level approved during the 2001 regular session. If voters approve the income tax proposal and the pro-rated reductions are rescinded, the decrease will be 8.8 percent.

Legislative Branch

A \$11,875 General Fund pro-rated reduction was made in the budget for the Commission on Indian Services. For its share of across-the-board reductions, the Legislative Administration Committee budget was decreased by \$1,132,482 General Fund in general operations and \$2,125 General Fund in committee and task force expenditures. Pro-rated General Fund reductions of \$560,104 and \$371,860, respectively, were made in the budgets for the Seventy-First (2001-03) and Seventy-Second (2003-05) Legislative Assemblies. State support

for the Legislative Branch is now 9.2% below the level approved during the 2001 regular session. If voters approve the income tax proposal and the pro-rated reductions are rescinded, the decrease will be 8.7 percent.

Emergency Fund

No reductions were made to the General Purpose Emergency Fund in the fifth special session. Three special purpose appropriations were reduced a total of \$30,746 for the pro-rated General Fund reduction, as follows: Office of Energy for OMSI debt service (\$14,128); Judicial Department for new judicial positions (\$6,682); and Judicial Department for retired judges' health benefits (\$9,936).

APPENDICES

The following appendices display only that portion of state agency budgets supported by the General Fund, Lottery Funds, and other state support such as Medicaid Upper Payment Limit, Education Stability Fund, and Tobacco Master Settlement funds. Thus, not all sources of backfill (such as federal funds) are displayed since the tables are intended to highlight, for the most part, major changes in state support. The tables are not intended to be accounting documents, but instead are to provide the reader with additional, though not all-inclusive, information not contained in the narrative of this report.

Appendix A provides a cumulative summary of all 2002 special session actions, not including a \$310 million across-the-board reduction that will be repealed if voters approve a temporary income tax increase in a special election in January 2003.

Appendix B displays the effects of all special session actions, including the \$310 million across-the-board reduction that will remain in effect if voters do not approve a temporary tax increase in January 2003.

AGENCY & PROGRAM	2001-03 LAB (Including E-Boards and Total \$100 Million Salary Distribution)	Second Special Session Budget Reductions	Third Special Session Budget Reductions	Fourth Special Session Budget Reductions	Fifth Special Session Budget Reductions if Tax Referral Passes	Legislative Plan (LAB Adjusted for All Special Session Actions and Salary Distribution)	Percent of Adjusted LAB
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Education Program

Education, Department of - State School Fund & Other K-12 Grants

General Fund	4,791,211,056	(509,301,899)	(208,695,854)		(157,352,276)	3,915,861,027	81.7%
Lottery	288,417,086	40,736,660	9,995,854		2,931,406	342,081,006	118.6%
Medicaid Upper Payment Limit	99,200,000	145,915,239	-		4,420,870	249,536,109	251.6%
Education Endowment (Stability) Fund	-	220,000,000	(70,000,000)			150,000,000	---
Cigarette Tax Revenue Bond Proceeds	-	-	50,000,000	(50,000,000)		-	---
Master Tobacco Settlement Bond Proceeds	-	-	-		150,000,000	150,000,000	---
Total (excludes increased Common School Fund distribution)	5,178,828,142	(102,650,000)	4,857,478,142	(50,000,000)	-	4,807,478,142	92.8%

Education, Department of - Operations, Grant-in-Aid & Debt Service

Department Operations	45,881,275	(7,955,494)	(202,384)			37,723,397	82.2%
Special Schools	17,712,570	(668,000)	(265,370)			16,779,200	94.7%
Grant-in-aid	210,007,088	(6,425,054)	(40,000)		(2,659,997)	200,882,037	95.7%
Debt Service	56,000,000	-	-			56,000,000	100.0%
Total	329,600,933	(15,048,548)	(507,754)		(2,659,997)	311,384,634	94.5%

Community Colleges and Workforce Development, Dept. of

	474,580,769	(14,066,921)	(56,013,627)		(3,117,126)	401,383,095	84.6%
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Higher Education, Department of

Education and General	698,536,226	(38,421,866)	(5,593,066)		(1,888,139)	652,633,155	93.4%
Statewide Public Services	102,041,940	(5,102,649)	(849,945)			96,089,346	94.2%
Debt Service/Capital Construction/Sports Act	39,891,481	(281,186)	-			39,610,295	99.3%
Total	840,469,647	(43,805,701)	(6,443,011)		(1,888,139)	788,332,796	93.8%

Oregon Health and Science University Public Corporation

	104,613,772	(7,415,239)	-		(670,870)	96,527,663	92.3%
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Oregon Student Assistance Commission

	44,557,414	(2,229,881)	(10,779)		(1,657,927)	40,658,827	91.3%
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Oregon Resource and Technology Development Subaccount (ORTDS)

	5,000,000	-	-		-	5,000,000	100.0%
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TOTAL EDUCATION PROGRAM

	6,977,650,677	(185,216,290)	4,794,502,971	(50,000,000)	(9,994,059)	6,450,765,157	92.5%
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Human Services Program

Blind, Commission for the

	1,343,586	(52,190)	(10,618)		-	1,280,778	95.3%
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Children and Families, State Commission on

	61,565,056	(4,032,793)	(71,693)		(944,883)	56,515,687	91.8%
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Human Services, Department of (DHS)

DHS - Adult and Family Services	196,999,710	(5,618,227)	(32,795,573)		(500,000)	158,085,910	80.3%
DHS - Children and Families, Services to	229,632,324	(15,329)	(7,832,723)		(300,000)	221,484,272	96.5%
DHS - Director's Office	8,056,980	-	81,748,766		(530,850)	89,274,896	1108.0%
DHS - Alcohol & Drug Abuse Programs	34,256,466	(460)	(4,999,874)		-	29,256,132	85.4%
DHS - Alcohol & Drug Abuse Programs - Lottery	7,150,575	(714,550)	-		-	6,436,025	90.0%
DHS - Alcohol & Drug Abuse Programs Subtotal	41,407,041	(715,010)	(4,999,874)		-	35,692,157	86.2%
DHS - Medical Assistance Programs	784,489,522	(75,309,658)	(149,144,884)		(2,600,000)	618,028,010	78.8%
DHS - Medical Assistance Programs - TS	129,000,000	-	85,000,000		-	209,000,000	162.0%
DHS - Medical Assistance Programs Subtotal	913,489,522	(12,809,658)	(64,144,884)		(2,600,000)	827,028,010	90.5%
DHS - Public Health Programs	31,024,953	1,072,136	(2,933,329)		-	29,163,760	94.0%
DHS - Mental Health Services	327,844,846	(3,906,733)	(794,299)		(1,216,932)	321,926,882	98.2%
DHS - Developmental Disability Services	347,300,271	(343,233)	(8,324,644)		(1,515,097)	337,117,297	97.1%
DHS - Senior and Disabled Services	618,874,504	785,140	(6,092,525)		-	613,567,119	99.1%

AGENCY & PROGRAM	2001-03 LAB (Including E-Boards and Total \$100 Million Salary Distribution)				Fifth Special Session Budget Reductions if Tax Referral Passes	Legislative Plan (LAB Adjusted for All Special Session Actions and Salary Distribution)	Percent of Adjusted LAB
	Second Special Session Budget Reductions	Third Special Session Budget Reductions	Fourth Special Session Budget Reductions				
DHS - Vocational Rehabilitation Programs	15,423,521	444,760	(1,918,804)		-	13,949,477	90.4%
DHS - Subtotals							
General Fund	2,593,903,097	(82,891,604)	(133,087,889)		(6,662,879)	2,431,853,755	93.8%
Lottery	7,150,575	(714,550)			-	6,436,025	90.0%
Tobacco Settlement	129,000,000	62,500,000	85,000,000		-	209,000,000	162.0%
Total	2,730,053,672	(21,106,154)	(48,087,889)		(6,662,879)	2,647,289,780	97.0%
Insurance Pool Governing Board							
General Fund	537,634	(79,775)	(3,124)		-	454,735	84.6%
Tobacco Settlement	19,980,287		-		-	19,980,287	100.0%
Total	20,517,921	(79,775)	(3,124)		-	20,435,022	99.6%
Long Term Care Ombudsman	644,167	(12,253)	(8,520)		-	623,394	96.8%
Oregon Disabilities Commission	298,591	(17)	(2,541)		-	296,033	99.1%
Psychiatric Security Review Board	745,358	(14,473)	(5,958)		-	724,927	97.3%
Oregon Rural Health Association passed through DAS	15,000,000	(7,500,000)	-		(3,750,000)	3,750,000	25.0%
TOTAL HUMAN SERVICES PROGRAM	2,830,168,351	(32,797,655)	(48,190,343)	-	(11,357,762)	2,730,915,621	96.5%

Public Safety Program

Oregon State Police

Patrol / Fish & Wildlife	86,156,829	(1,829,008)	(567,117)		(246,726)	83,513,978	96.9%
Criminal Services	22,736,747	(18,004)	(163,892)		(87,082)	22,467,769	98.8%
Human Resources / Info. Systems / Training / OEM	57,107,369	(5,081,397)	(1,967,371)		(424,437)	49,634,164	86.9%
Forensics / Medical Examiner	27,453,923	(200,000)	285,679		(305,760)	27,233,842	99.2%
Debt Service	323,098	(137,793)	-			185,305	57.4%
Total	193,777,966	(7,266,202)	(2,412,701)		(1,064,005)	183,035,058	94.5%

Department of Corrections

Institutions & Correctional Programs	535,994,251	(11,352,806)	(5,721,180)			518,920,265	96.8%
Community Corrections	195,762,214	(1,000,000)	-			194,762,214	99.5%
Central Support / Administration	61,810,787	(1,836,623)	(500,668)			59,473,496	96.2%
Debt Service	80,855,061	(23,049,547)	-		(10,709,229)	47,096,285	58.3%
Capital Construction	2,227,000	-	-			2,227,000	100.0%
Capital Improvement	2,030,272	-	-			2,030,272	100.0%
Total	878,679,585	(37,238,976)	(6,221,848)		(10,709,229)	824,509,532	93.8%

Oregon Youth Authority

Facilities	136,436,112	(3,449,332)	(460,592)			132,526,188	97.1%
Community Programs	81,283,583	(1,800,509)	(1,179,378)		(81,993)	78,221,703	96.2%
Administration	17,280,141	(343,890)	(140,677)			16,795,574	97.2%
Capital Improvement / Construction	206,249	-	-			206,249	100.0%
Total	235,206,085	(5,593,731)	(1,780,647)		(81,993)	227,749,714	96.8%

Military Department

Administration	4,488,791	(305,807)	(27,695)			4,155,289	92.6%
Operations	9,031,522	(166,916)	(54,189)			8,810,417	97.6%
Community Support	783,804	-	(4,836)			778,968	99.4%
Total	14,304,117	(472,722)	(86,720)			13,744,675	96.1%

Board of Parole Board

	3,297,152	(90,419)	(55,342)			3,151,391	95.6%
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AGENCY & PROGRAM	2001-03 LAB (Including E-Boards and Total \$100 Million Salary Distribution)	Second Special Session Budget Reductions	Third Special Session Budget Reductions	Fourth Special Session Budget Reductions	Fifth Special Session Budget Reductions if Tax Referral Passes	Legislative Plan (LAB Adjusted for All Special Session Actions and Salary Distribution)	Percent of Adjusted LAB
Criminal Justice Commission	19,855,891	(461,132)	(159,953)		(1,000,000)	18,234,806	91.8%
Dispute Resolution Commission	119,284	(119,284)	-			-	0.0%
Department of Justice	24,571,567	-	(36,897)			24,534,670	99.9%
District Attorneys & Their Deputies							
DA Salaries & Benefits	6,935,196	-	(67,500)			6,867,696	99.0%
Deputy Supplements	1,903,744	-	-			1,903,744	100.0%
Witness Fees	584,135	(191,277)	-			392,858	67.3%
Administrative Expense	402,359	(309)	-			402,050	99.9%
Total	9,825,434	(191,586)	(67,500)			9,566,348	97.4%
TOTAL PUBLIC SAFETY PROGRAM	1,379,637,081	(51,434,052)	(10,821,608)	-	(12,855,227)	1,304,526,194	94.6%
Natural Resources Program							
Agriculture, Department of	31,109,581	(3,207,492)	(1,221,517)		(439,884)	26,240,688	84.4%
Columbia River Gorge Commission	736,027	(13,619)	(3,951)			718,457	97.6%
Energy, Office of	900,000	(18,000)	-			882,000	98.0%
Environmental Quality, Department of	44,201,790	(2,198,391)	(804,868)		(437,230)	40,761,301	92.2%
Fish and Wildlife, Department of	31,734,167	(1,759,797)	(383,544)		(427,695)	29,163,131	91.9%
Forestry Department	38,960,143	(2,101,640)	(592,219)			36,266,284	93.1%
Oregon Watershed Enhancement Board	51,208,383	(1,329,896)	-		(54,000)	49,824,487	97.3%
Geology and Mineral Industries	3,353,573	(161,141)	(131,299)		(36,730)	3,024,403	90.2%
Land Conservation & Development, Department of	10,752,909	(484,134)	(131,029)			10,137,746	94.3%
Land Use Board of Appeals	1,298,169	(25,138)	(11,284)			1,261,747	97.2%
Parks and Recreation, Department of	45,959,257	-	-			45,959,257	100.0%
State Lands, Division of	133,727	(3,375)	-			130,352	97.5%
Water Resources Department	24,557,686	(1,172,990)	(176,086)			23,208,610	94.5%
TOTAL NATURAL RESOURCES PROGRAM	284,905,412	(9,782,676)	(3,455,797)	-	(1,395,539)	267,578,463	93.9%

AGENCY & PROGRAM	2001-03 LAB (Including E-Boards and Total \$100 Million Salary Distribution)	Second Special Session Budget Reductions	Third Special Session Budget Reductions	Fourth Special Session Budget Reductions	Fifth Special Session Budget Reductions if Tax Referral Passes	Legislative Plan (LAB Adjusted for All Special Session Actions and Salary Distribution)	Percent of Adjusted LAB
Economic Development Program							
Oregon Public Broadcasting passed through Department of Administrative Services (DAS)	3,399,929	(67,999)	(165,490)		(1,117,061)	2,049,379	60.3%
Economic and Community Development Department							
Program Services	16,772,892	(616,932)	-		(720,000)	15,435,960	92.0%
Community Development Fund	52,490,056	(10,651,430)	-		(1,200,000)	40,638,626	77.4%
Tourism Commission	6,406,994	(33,000)	-		(258,000)	6,115,994	95.5%
Film & Video Office	972,508	(13,989)	-		(35,400)	923,119	94.9%
Arts Commission	2,449,992	(154,333)	(7,143)		(51,000)	2,237,516	91.3%
PassThrough Programs	320,000	-	-		-	320,000	100.0%
Debt Service	19,753,358	(1,224,109)	-		(451,000)	18,078,249	91.5%
Total	99,165,800	(12,693,793)	(7,143)		(2,715,400)	83,749,464	84.5%
Employment Department	4,253,312	(501,992)	(1,780,852)		-	1,970,468	46.3%
Fair and Exposition Center, State	4,694,898	(679,922)	(8,159)			4,006,817	85.3%
Historical Society passed through DAS	1,298,130	(25,963)	(1,470)		(481,604)	789,093	60.8%
Housing and Community Services Department	16,417,296	(6,671,122)	(1,334)			9,744,840	59.4%
\$6 million Other Funds will backfill \$6 million GF reductions							
Veterans' Affairs, Department of	2,689,990	(96,961)	(16,472)			2,576,557	95.8%
TOTAL ECONOMIC DEVELOPMENT PROGRAM	131,919,355	(20,737,752)	(1,980,920)	-	(4,314,065)	104,886,618	79.5%

Administration Program

Administrative Services, Dept.							
Community Development Office & Dispute Resolution	2,166,617	(151,291)	-		(400,000)	1,615,326	74.6%
Risk Management Ins. For Dentists	9,900	(9,900)	-		-	-	0.0%
Progress Board	724,358	(46,495)	(35,132)		(250,000)	392,731	54.2%
Arrest & Return	1,290,482	(85,172)	-		(200,000)	1,005,310	77.9%
Office of Health Policy & Research	1,618,386	(32,368)	-		-	1,586,018	98.0%
Debt Service - OPB Lottery Bonds	534,003	(152,661)	-		-	381,342	71.4%
Children's Trust Fund Grant	1,012,500	(67,500)	(94,500)		(410,062)	440,438	43.5%
All Others	1,215,978	(8,250)	1,546,340		(1,787,694)	966,374	79.5%
Total	8,572,224	(553,637)	1,416,708		(3,047,756)	6,387,539	74.5%
Asian Affairs, Commission on	147,344	(2,836)	(1,506)			143,002	97.1%
Black Affairs, Commission on	147,456	(2,836)	(1,535)			143,085	97.0%
Employment Relations Board	1,382,422	(26,855)	(11,050)			1,344,517	97.3%
Government Standards and Practices Commission	861,106	(12,828)	(19,090)			829,188	96.3%

AGENCY & PROGRAM	2001-03 LAB (Including E-Boards and Total \$100 Million Salary Distribution)	Second Special Session Budget Reductions	Third Special Session Budget Reductions	Fourth Special Session Budget Reductions	Fifth Special Session Budget Reductions if Tax Referral Passes	Legislative Plan (LAB Adjusted for All Special Session Actions and Salary Distribution)	Percent of Adjusted LAB
Governor, Office of the							
Operations	9,110,735	(596,726)	(229,413)			8,284,596	90.9%
Post Secondary Education Commission	218,000	(218,000)	-			-	0.0%
Board of Education Support	200,000	(200,000)	-			-	0.0%
Total	9,528,735	(1,014,726)	(229,413)			8,284,596	86.9%
Hispanic Affairs, Commission on	143,084	(2,839)	(407)			139,838	97.7%
Revenue, Department of	123,277,352	(19,009)	(1,009,340)			122,249,003	99.2%
Secretary of State							
Trust for Cultural Development	1,100,000	(70,000)	(80,000)		(135,000)	815,000	74.1%
Elections Division	5,116,456	(367,900)	(24,413)			4,724,143	92.3%
Archives Division	3,686,808	-	(28,978)			3,657,830	99.2%
Info. Systems (Voters Registration System)	2,922,424	(2,000,000)	(9,504)			912,920	31.2%
Executive Office	1,221,870	-	(18,570)			1,203,300	98.5%
Business Services Division	593,731	-	(5,906)			587,825	99.0%
Personnel Resources Division	92,865	-	(917)			91,948	99.0%
Audits Division	40,000	-	-			40,000	100.0%
GF Savings from Funds Shift in Executive Office		(344,600)	-			(344,600)	---
Estimated GF Savings from Assessment Reduction by Audits Division		-	-			-	---
Unspecified GF Reduction	(213,656)	(238,800)	-			(452,456)	
Total	14,560,498	(3,021,300)	(168,288)		(135,000)	11,235,910	77.2%
State Library	3,258,320	(63,935)	(17,292)			3,177,093	97.5%
Treasurer of State	289,439	-	(7,323)			282,116	97.5%
Women, Commission for	147,137	(2,838)	(1,452)		-	142,847	97.1%
TOTAL ADMINISTRATION PROGRAM	162,315,117	(4,723,639)	(49,988)	-	(3,182,756)	154,358,734	95.1%
Transportation Program							
Transportation, Department of							
Public Transit	9,257,203	(920,009)	(1,341)		(262,171)	8,073,682	87.2%
Rail	10,310,889	(520,000)	(77,872)			9,713,017	94.2%
Trans Safety	190,183	(20,000)	-			170,183	89.5%
Debt Service	20,200,045	(2,200)	(9,995,854)			10,201,991	50.5%
All Other	384,345	-	(2,868)		(381,477)	-	0.0%
TOTAL TRANSPORTATION PROGRAM	40,342,665	(1,462,209)	(10,077,935)	-	(643,648)	28,158,873	69.8%
Consumer Services Program							
Bureau of Labor and Industries	12,819,089	(653,303)	(110,537)			12,055,249	94.0%
TOTAL CONSUMER SERVICES PROGRAM	12,819,089	(653,303)	(110,537)	-	-	12,055,249	94.0%
Judicial Branch							
Court Procedures, Council on	99,266	(5,967)	(1,859)			91,440	92.1%

AGENCY & PROGRAM	2001-03 LAB (Including E-Boards and Total \$100 Million Salary Distribution)	Second Special Session Budget Reductions	Third Special Session Budget Reductions	Fourth Special Session Budget Reductions	Fifth Special Session Budget Reductions if Tax Referral Passes	Legislative Plan (LAB Adjusted for All Special Session Actions and Salary Distribution)	Percent of Adjusted LAB
Judicial Department							
Admin, Trial & Appellate Courts	237,620,671	(10,477,083)	(3,074,266)			224,069,322	94.3%
Mandated Payments	15,951,466	(1,197,199)	(15,028)			14,739,239	92.4%
Indigent Defense	163,731,062	(12,353,663)	(10,000,000)			141,377,399	86.4%
Total	417,303,199	(24,027,945)	(13,089,294)			380,185,960	91.1%
Judicial Fitness and Disability, Commission on	207,499	(13,101)	(1,861)			192,537	92.8%
Public Defender	6,162,015	(51,893)	(36,054)			6,074,068	98.6%
TOTAL JUDICIAL BRANCH	423,771,979	(24,098,906)	(13,129,068)	-	-	386,544,005	91.2%
Legislative Branch							
Legislative Assembly	28,454,248	(2,008,260)	(652,844)			25,793,144	90.7%
Legislative Administration Committee	22,879,322	(1,704,761)	(825,406)			20,349,155	88.9%
Legislative Counsel Committee	6,074,585	(116,983)	(61,426)			5,896,176	97.1%
Legislative Fiscal Officer	3,979,072	(77,246)	(31,800)			3,870,026	97.3%
Legislative Revenue Officer	1,466,082	(29,106)	(11,121)			1,425,855	97.3%
Commission on Indian Services	338,245	(6,527)	(3,073)			328,645	97.2%
TOTAL LEGISLATIVE BRANCH	63,191,554	(3,942,883)	(1,585,670)	-	-	57,663,001	91.3%
Emergency Board							
General Purpose Emergency Fund	40,000,000	(5,000,000)	(14,000,000)			21,000,000	52.5%
Special Purpose Appropriation for salaries/benefits	100,000,000	-	(22,700,000)			77,300,000	77.3%
	<i>incl. in agency totals above</i>					<i>incl. in agency totals above</i>	
EMERGENCY BOARD	140,000,000	(5,000,000)	(36,700,000)	-	-	98,300,000	70.2%

AGENCY & PROGRAM	Legislative Plan (LAB Adjusted for All Special Session Actions and Salary Distribution)	Across-The-Board Reductions if Tax Referral Fails	Legislative Plan (LAB adjusted for All Special Session Actions, Salary Distribution and Tax Referral Failure)	Percent of Adjusted LAB
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Education Program

Education, Department of - State School Fund & Other K-12 Grants

General Fund	3,915,861,027	(95,000,000)	3,820,861,027	79.8%
Lottery	342,081,006		342,081,006	118.6%
Medicaid Upper Payment Limit	249,536,109		249,536,109	251.6%
Education Endowment (Stability) Fund	150,000,000		150,000,000	---
Cigarette Tax Revenue Bond Proceeds	-		-	---
Master Tobacco Settlement Bond Proceeds	150,000,000		150,000,000	---
Total (excludes increased Common School Fund distribution)	4,807,478,142	(95,000,000)	4,712,478,142	91.0%

Education, Department of - Operations, Grant-in-Aid & Debt Service

Department Operations	37,723,397	(1,362,662)	36,360,735	79.3%
Special Schools	16,779,200	(606,270)	16,172,930	91.3%
Grant-in-aid	200,882,037	(7,252,777)	193,629,260	92.2%
Debt Service	56,000,000	-	56,000,000	100.0%
Total	311,384,634	(9,221,709)	302,162,925	91.7%

Community Colleges and Workforce Development, Dept. of

	401,383,095	(14,345,615)	387,037,480	81.6%
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Higher Education, Department of

Education and General	652,633,155	(23,443,064)	629,190,091	90.1%
Statewide Public Services	96,089,346	(3,471,923)	92,617,423	90.8%
Debt Service/Capital Construction/Sports Act	39,610,295		39,610,295	99.3%
Total	788,332,796	(26,914,987)	761,417,809	90.6%

Oregon Health and Science University Public Corporation

	96,527,663	(119,236)	96,408,427	92.2%
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Oregon Student Assistance Commission

	40,658,827	(1,361,935)	39,296,892	88.2%
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Oregon Resource and Technology Development Subaccount (ORTDS)

	5,000,000		5,000,000	100.0%
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TOTAL EDUCATION PROGRAM	6,450,765,157	(146,963,482)	6,303,801,675	90.3%
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Human Services Program

Blind, Commission for the	1,280,778	(46,277)	1,234,501	91.9%
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Children and Families, State Commission on	56,515,687	(2,042,038)	54,473,649	88.5%
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Human Services, Department of (DHS)

DHS - Adult and Family Services	158,085,910	(5,711,996)	152,373,914	77.4%
DHS - Children and Families, Services to	221,484,272	(8,002,720)	213,481,552	93.0%
DHS - Director's Office	89,274,896	(3,225,701)	86,049,195	1078.5%
DHS - Alcohol & Drug Abuse Programs	29,256,132	(1,057,089)	28,199,043	82.3%

AGENCY & PROGRAM	Legislative Plan (LAB Adjusted for All Special Session Actions and Salary Distribution)	Across-The-Board Reductions if Tax Referral Fails	Legislative Plan (LAB adjusted for All Special Session Actions, Salary Distribution and Tax Referral Failure)	Percent of Adjusted LAB
DHS - Alcohol & Drug Abuse Programs - Lottery	6,436,025	-	6,436,025	90.0%
DHS - Alcohol & Drug Abuse Programs Subtotal	35,692,157	(1,057,089)	34,635,068	83.7%
DHS - Medical Assistance Programs	618,028,010	(22,330,728)	595,697,282	75.9%
DHS - Medical Assistance Programs - TS	209,000,000	-	209,000,000	162.0%
DHS - Medical Assistance Programs Subtotal	827,028,010	(22,330,728)	804,697,282	88.1%
DHS - Public Health Programs	29,163,760	(1,053,752)	28,110,008	90.6%
DHS - Public Health Programs Subtotal	0	(1,053,752)	(1,053,752)	---
DHS - Mental Health Services	321,926,882	(11,631,935)	310,294,947	94.7%
DHS - Developmental Disability Services	337,117,297	(12,180,799)	324,936,498	93.6%
DHS - Senior and Disabled Services	613,567,119	(22,169,547)	591,397,572	95.6%
DHS - Vocational Rehabilitation Programs	13,949,477	(504,026)	13,445,451	87.2%
General Fund	2,431,853,755	(87,868,293)	2,343,985,462	90.4%
Lottery	6,436,025	-	6,436,025	90.0%
Tobacco Settlement	209,000,000	-	209,000,000	162.0%
Total	2,647,289,780	(87,868,293)	2,559,421,487	93.8%
Insurance Pool Governing Board				
General Fund	454,735	(16,431)	438,304	81.5%
Tobacco Settlement	19,980,287	-	19,980,287	100.0%
Total	20,435,022	(16,431)	20,418,591	99.5%
Long Term Care Ombudsman	623,394	(22,525)	600,869	93.3%
Oregon Disabilities Commission	296,033	(10,696)	285,337	95.6%
Psychiatric Security Review Board	724,927	(26,193)	698,734	93.7%
Oregon Rural Health Association passed through DAS	3,750,000	-	3,750,000	25.0%
TOTAL HUMAN SERVICES PROGRAM	2,730,915,621	(90,032,453)	2,640,883,168	93.3%

Public Safety Program

Oregon State Police				
Patrol / Fish & Wildlife	83,513,978	(1,393,128)	82,120,850	95.3%
Criminal Services	22,467,769	(398,232)	22,069,537	97.1%
Human Resources / Info. Systems / Training / OEM	49,634,164	(2,955,719)	46,678,445	81.7%
Forensics / Medical Examiner	27,233,842	(1,582,360)	25,651,482	93.4%
Debt Service	185,305	-	185,305	57.4%
Total	183,035,058	(6,329,439)	176,705,619	91.2%
Department of Corrections				
Institutions & Correctional Programs	518,920,265	(18,781,478)	500,138,787	93.3%
Community Corrections	194,762,214	(7,037,193)	187,725,021	95.9%
Central Support / Administration	59,473,496	(2,807,957)	56,665,539	91.7%
Debt Service	47,096,285	-	47,096,285	58.3%
Capital Construction	2,227,000	-	2,227,000	100.0%
Capital Improvement	2,030,272	-	2,030,272	100.0%
Total	824,509,532	(28,626,628)	795,882,904	90.6%
Oregon Youth Authority				
Facilities	132,526,188	(4,700,000)	127,826,188	93.7%
Community Programs	78,221,703	(3,109,240)	75,112,463	92.4%
Administration	16,795,574	-	16,795,574	97.2%
Capital Improvement / Construction	206,249	-	206,249	100.0%
Total	227,749,714	(7,809,240)	219,940,474	93.5%

AGENCY & PROGRAM	Legislative Plan (LAB Adjusted for All Special Session Actions and Salary Distribution)	Across-The-Board Reductions if Tax Referral Fails	Legislative Plan (LAB adjusted for All Special Session Actions, Salary Distribution and Tax Referral Failure)	Percent of Adjusted LAB
Military Department				
Administration	4,155,289	(496,626)	3,658,663	81.5%
Operations	8,810,417	-	8,810,417	97.6%
Community Support	778,968	-	778,968	99.4%
Total	13,744,675	(496,626)	13,248,049	92.6%
Board of Parole Board	3,151,391	(113,867)	3,037,524	92.7%
Criminal Justice Commission	18,234,806	(658,864)	17,575,942	88.5%
Dispute Resolution Commission	-		-	0.0%
Department of Justice	24,534,670	(885,895)	23,648,775	96.2%
District Attorneys & Their Deputies				
DA Salaries & Benefits	6,867,696	-	6,867,696	99.0%
Deputy Supplements	1,903,744	(68,787)	1,834,957	96.4%
Witness Fees	392,858	(14,195)	378,663	64.8%
Administrative Expense	402,050	(14,527)	387,523	96.3%
Total	9,566,348	(97,509)	9,468,839	96.4%
TOTAL PUBLIC SAFETY PROGRAM	1,304,526,194	(45,018,068)	1,259,508,126	91.3%
Natural Resources Program				
Agriculture, Department of	26,240,688	(664,575)	25,576,113	82.2%
Columbia River Gorge Commission	718,457	(25,959)	692,498	94.1%
Energy, Office of	882,000	(14,128)	867,872	96.4%
Environmental Quality, Department of	40,761,301	(895,798)	39,865,503	90.2%
Fish and Wildlife, Department of	29,163,131	(623,901)	28,539,230	89.9%
Forestry Department	36,266,284	(1,357,427)	34,908,857	89.6%
Oregon Watershed Enhancement Board	49,824,487	-	49,824,487	97.3%
Geology and Mineral Industries	3,024,403	(109,317)	2,915,086	86.9%
Land Conservation & Development, Department of	10,137,746	(366,299)	9,771,447	90.9%
Land Use Board of Appeals	1,261,747	(45,590)	1,216,157	93.7%
Parks and Recreation, Department of	45,959,257	-	45,959,257	100.0%
State Lands, Division of	130,352	(1,097)	129,255	96.7%
Water Resources Department	23,208,610	(838,579)	22,370,031	91.1%
TOTAL NATURAL RESOURCES PROGRAM	267,578,463	(4,942,670)	262,635,793	92.2%
Economic Development Program				
Oregon Public Broadcasting passed through Department of Administrative Services (DAS)	2,049,379		2,049,379	60.3%

AGENCY & PROGRAM	Legislative Plan (LAB Adjusted for All Special Session Actions and Salary Distribution)	Across-The-Board Reductions if Tax Referral Fails	Legislative Plan (LAB adjusted for All Special Session Actions, Salary Distribution and Tax Referral Failure)	Percent of Adjusted LAB
Economic and Community Development				
Department				
Program Services	15,435,960		15,435,960	92.0%
Community Development Fund	40,638,626		40,638,626	77.4%
Tourism Commission	6,115,994		6,115,994	95.5%
Film & Video Office	923,119		923,119	94.9%
Arts Commission	2,237,516	(80,846)	2,156,670	88.0%
Pass Through Programs	320,000		320,000	
Debt Service	18,078,249		18,078,249	91.5%
Total	83,749,464	(80,846)	83,668,618	84.4%
Employment Department	1,970,468		1,970,468	46.3%
Fair and Exposition Center, State	4,006,817	(50,421)	3,956,396	84.3%
Historical Society passed through DAS	789,093		789,093	60.8%
Housing and Community Services Department	9,744,840	(273,895)	9,470,945	57.7%
Veterans' Affairs, Department of	2,576,557	(89,484)	2,487,073	92.5%
TOTAL ECONOMIC DEVELOPMENT PROGRAM	104,886,618	(494,646)	104,391,972	79.1%
Administration Program				
Administrative Services, Dept.				
Community Dev. Office & Disp. Resolution	1,615,326	(54,752)	1,560,574	82.7%
Risk Management Ins. For Dentists	-		-	0.0%
Progress Board	392,731		392,731	54.2%
Arrest & Return	1,005,310	(12,061)	993,249	77.0%
Office of Health Policy & Research	1,586,018		1,586,018	98.0%
Debt Service - OPB Lottery Bonds	381,342		381,342	71.4%
Children's Trust Fund Grant	440,438		440,438	43.5%
All Others	966,374	(92,420)	873,954	71.9%
Total	6,387,539	(159,233)	6,228,306	75.1%
Asian Affairs, Commission on	143,002	(5,167)	137,835	93.6%
Black Affairs, Commission on	143,085	(5,170)	137,915	93.5%
Employment Relations Board	1,344,517	(48,580)	1,295,937	93.7%
Government Standards and Practices Commission	829,188	(29,960)	799,228	92.8%
Governor, Office of the				
Operations	8,284,596	(298,817)	7,985,779	87.7%
Post Secondary Education Commission	-		-	0.0%
Board of Education Support	-		-	0.0%
Total	8,284,596	(298,817)	7,985,779	83.8%
Hispanic Affairs, Commission on	139,838	(5,053)	134,785	94.2%
Revenue, Department of	122,249,003	(4,417,129)	117,831,874	95.6%
Secretary of State				
Trust for Cultural Development	815,000	(29,448)	785,552	71.4%
Elections Division	4,724,143	(1,969)	4,722,174	92.3%
Archives Division	3,657,830		3,657,830	99.2%

AGENCY & PROGRAM	Legislative Plan (LAB Adjusted for All Special Session Actions and Salary Distribution)	Across-The-Board Reductions if Tax Referral Fails	Legislative Plan (LAB adjusted for All Special Session Actions, Salary Distribution and Tax Referral Failure)	Percent of Adjusted LAB
Info. Systems (Voters Registration System)	912,920		912,920	31.2%
Executive Office	1,203,300		1,203,300	98.5%
Business Services Division	587,825		587,825	99.0%
Personnel Resources Division	91,948		91,948	99.0%
Audits Division	40,000		40,000	100.0%
GF Savings from Funds Shift in Executive Office	(344,600)		(344,600)	---
Estimated GF Savings from Assessment Reduction by Audits Division				---
Unspecified GF Reduction	(452,456)	(381,416)	(833,872)	
Total	11,235,910	(412,833)	10,823,077	74.3%
State Library	3,177,093	(112,628)	3,064,465	94.1%
Treasurer of State	282,116	(9,825)	272,291	94.1%
Women, Commission for	142,847	(5,161)	137,686	93.6%
TOTAL ADMINISTRATION PROGRAM	154,358,734	(5,509,556)	148,849,178	91.9%
Transportation Program				
Transportation, Department of				
Public Transit	8,073,682	(291,720)	7,781,962	84.1%
Rail	9,713,017	(336,500)	9,376,517	90.9%
Trans Safety	170,183		170,183	89.5%
Debt Service	10,201,991		10,201,991	50.5%
All Other	-		-	0.0%
TOTAL TRANSPORTATION PROGRAM	28,158,873	(628,220)	27,530,653	68.2%
Consumer Services Program				
Bureau of Labor and Industries	12,055,249	(434,816)	11,620,433	90.7%
TOTAL CONSUMER SERVICES PROGRAM	12,055,249	(434,816)	11,620,433	90.7%
Judicial Branch				
Court Procedures, Council on	91,440	(3,304)	88,136	88.8%
Judicial Department				
Admin, Trial & Appellate Courts	224,069,322	(8,015,974)	216,053,348	90.9%
Mandated Payments	14,739,239	(532,562)	14,206,677	89.1%
Indigent Defense	141,377,399	(5,108,280)	136,269,119	83.2%
Total	380,185,960	(13,656,816)	366,529,144	87.8%
Judicial Fitness and Disability, Commission on	192,537	(6,957)	185,580	89.4%
Public Defender	6,074,068	(219,470)	5,854,598	95.0%
TOTAL JUDICIAL BRANCH	386,544,005	(13,886,547)	372,657,458	87.9%
Legislative Branch				
Legislative Assembly	25,793,144	(931,964)	24,861,180	90.4%
Legislative Administration Committee	20,349,155	(1,134,607)	19,214,548	86.3%

AGENCY & PROGRAM	Legislative Plan (LAB Adjusted for All Special Session Actions and Salary Distribution)	Across-The-Board Reductions if Tax Referral Fails	Legislative Plan (LAB adjusted for All Special Session Actions, Salary Distribution and Tax Referral Failure)	Percent of Adjusted LAB
Legislative Counsel Committee	5,896,176		5,896,176	101.0%
Legislative Fiscal Officer	3,870,026		3,870,026	100.4%
Legislative Revenue Officer	1,425,855		1,425,855	100.2%
Commission on Indian Services	328,645	(11,875)	316,770	97.1%
TOTAL LEGISLATIVE BRANCH	57,663,001	(2,078,446)	55,584,555	90.8%
Emergency Board				
General Purpose Emergency Fund	21,000,000		21,000,000	52.5%
Special Purpose Appropriation for salaries/benefits	77,300,000		77,300,000	77.3%
	<i>incl. in agency totals above</i>			
EMERGENCY BOARD	98,300,000	-	98,300,000	70.2%