

2015 – 2017

GOVERNOR'S BUDGET

Natural Resources Program Area



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February 5, 2015



2015-17 Governor's Budget Priorities

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- Investing in children and families
- Creating good jobs
- Building statewide prosperity

2015-17 Governor's Budget

10-Year Goals

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- **Education**
 - Oregonians are equipped with the knowledge and skills for rewarding careers
- **Economy & Jobs**
 - Oregon has a diverse, dynamic economy that drives job creation and prosperity for all Oregonians
- **Healthy People**
 - Oregonians enjoy good health and the best possible quality of life
- **Healthy Environment**
 - Manage Oregon's natural resources to sustain economic, environmental and human health
- **Public Safety**
 - Oregonians are safe and secure wherever they live, work and play

2015-17 Governor's Budget

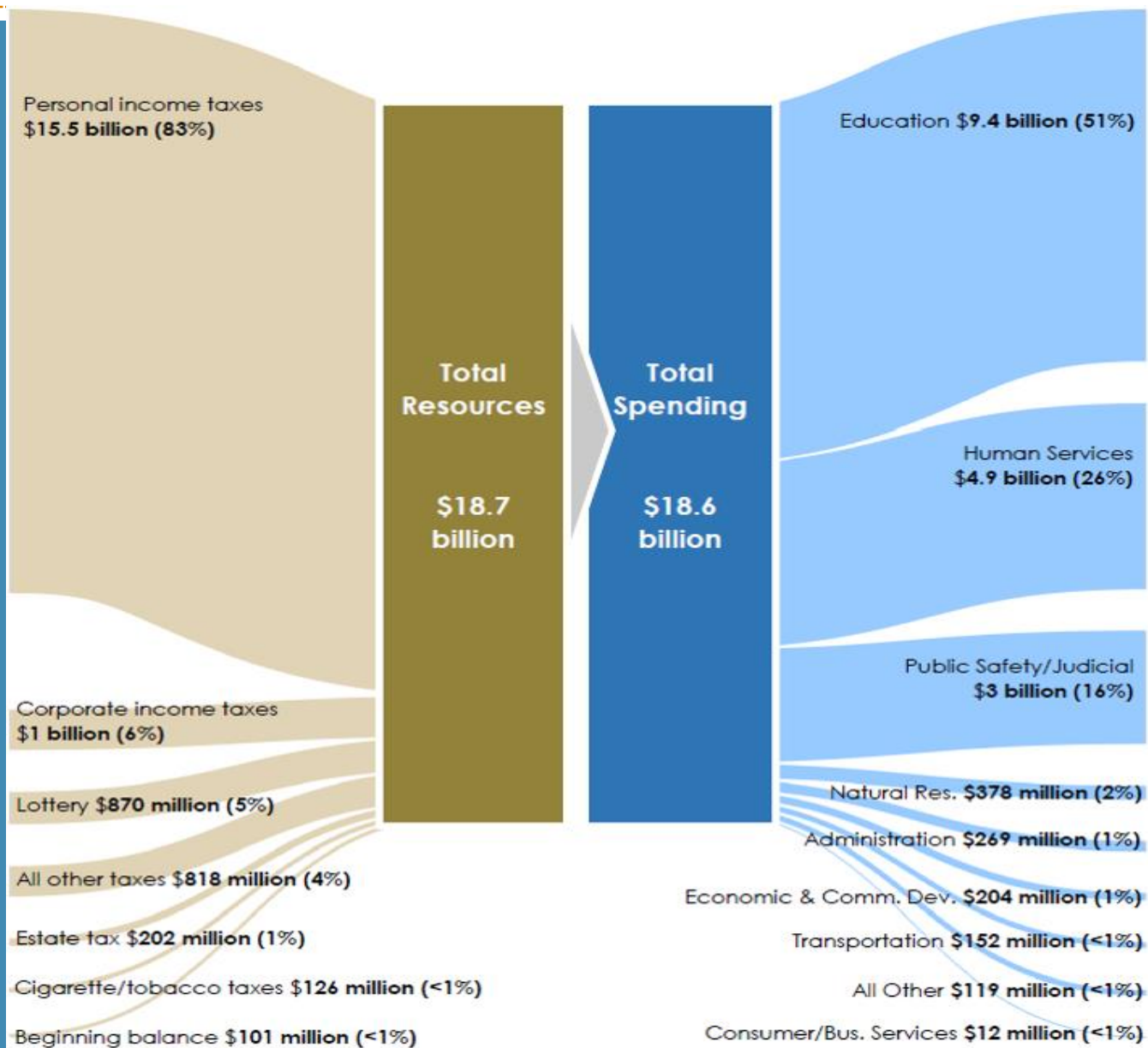
Outcomes-Based

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- The budget is about priorities, not programs
- Focused on achieving outcomes over 10 years through strategic spending and investments
- Investing in areas of change and innovation
- Governor started with flat funding at 2013-15 biennium spending levels
- General Fund and Lottery Funds revenues are projected to grow at approximately 11 percent
- 2015-17 biennial revenue growth is projected to add \$1.8 billion in General Fund and Lottery Funds resources

2015-17 Governor's Budget

GF/LF Revenues and
Expenditures

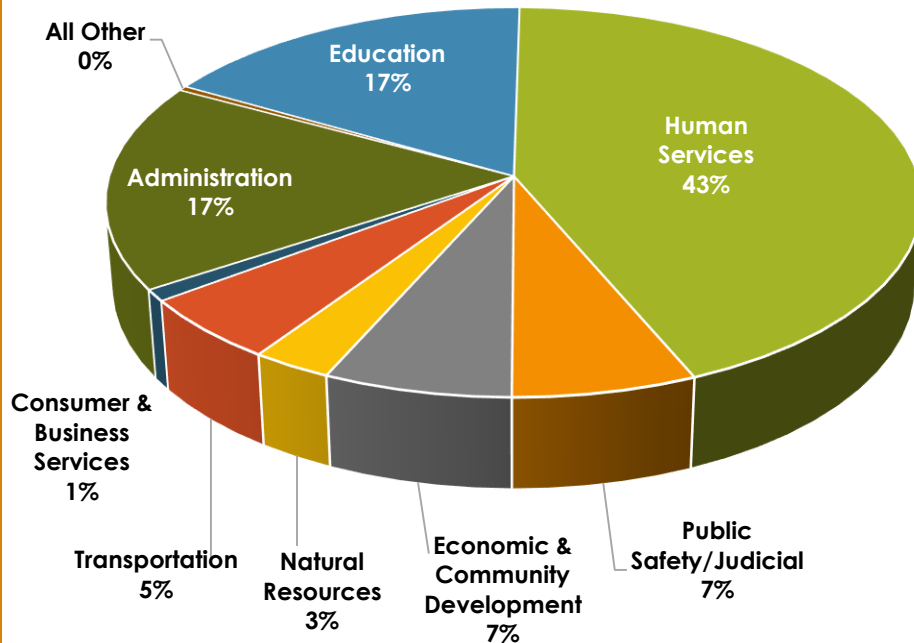


2015-17 Governor's Budget Overview

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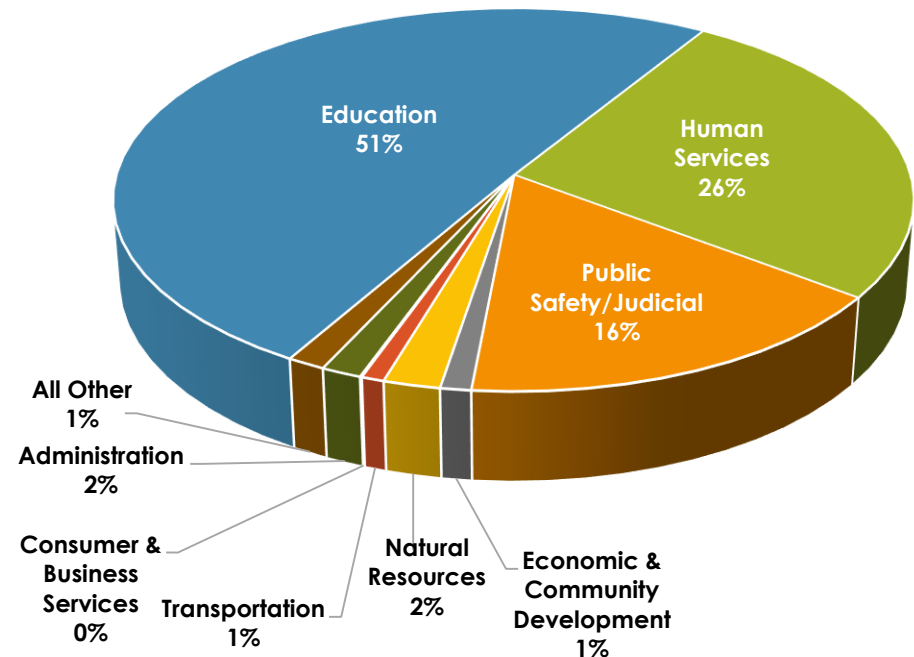
Total Funds Distribution Across Program Areas

Total funds = \$66.5 billion



GF/LF Distribution Across Program Areas

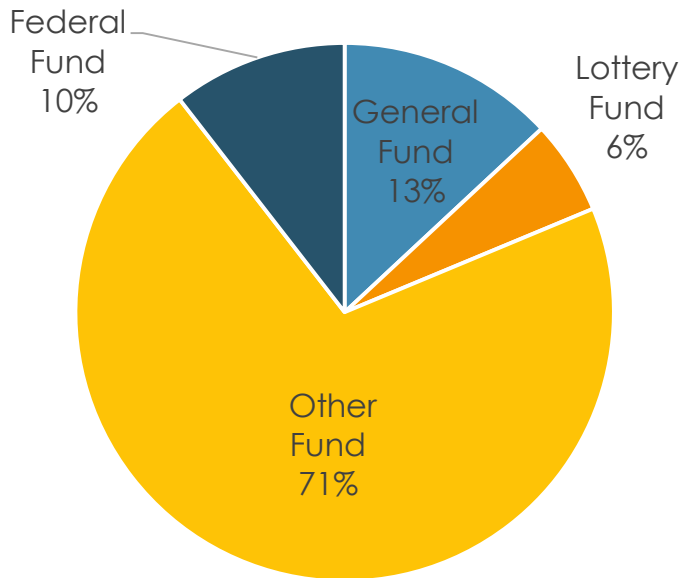
GF/LF total = \$18.6 billion



2015-17 Governor's Budget Overview

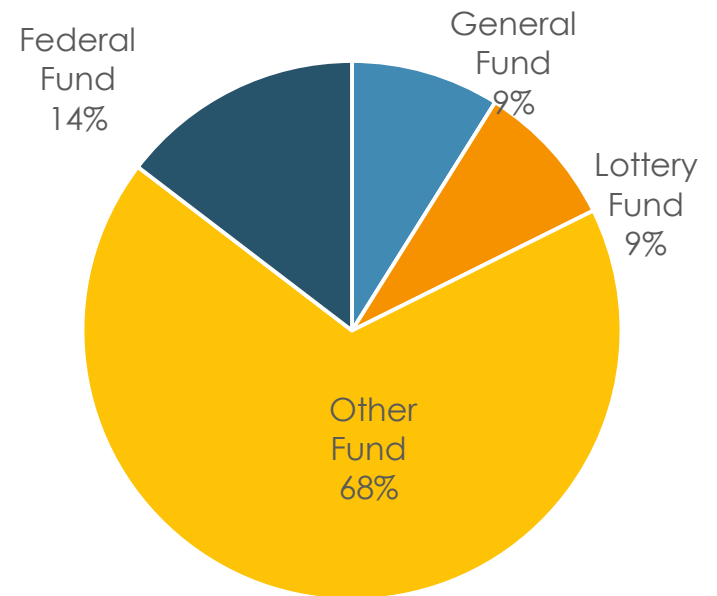
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1999-01 Actuals



■ General Fund ■ Lottery Fund
■ Other Fund ■ Federal Fund

2013-15 LAB – adjusted to remove \$60 million in one-time fire costs.



■ General Fund ■ Lottery Fund
■ Other Fund ■ Federal Fund

Governor's Objective

Natural Resources

- 10-year goals
 - Improve air and water quality
 - Conserve and restore natural habitats
 - Reduce exposure to toxins
 - Build strong, sustainable communities
- Overarching strategy
 - Invest in working lands and waters both to support rural economies and to conserve.

The Governor's budget invests significant amounts to create jobs in rural communities and improve our environment. This includes:

- \$54.7 for the Integrated Water Resources Program – a statewide effort to help communities plan for their future water needs, and to leverage new investment in water resources infrastructure, including storage, conservation, and in-stream improvements;
- \$6.3 million for the Clean Water Partnership – a coordinated multi-agency effort to improve water quality by targeting programs to where they will make the most difference and by encouraging market-based solutions to water quality problems; and
- The Working Farms and Forests Initiative – a series of voluntary programs to maintain working farms and forests, while also supporting conservation efforts (including work to address the proposed listing of sage-grouse in eastern Oregon).

Natural Resources

Other Major Budget Issues

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- Oregon Department of Fish and Wildlife and Oregon State Police Fish & Wildlife Division fee increases, general fund support and longer-term funding
- Department of Geology and Mineral Industries business model; one-year or two-year budget.
- Oregon Department of Forestry Fire Program, availability and cost of insurance

Natural Resources

2015-17 Governor's Budget/ Co-Chairs' Framework

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- Difference of \$17.5 million between the Governor's Budget and the Co-Chairs Framework.
- The Natural Resources Co-Chairs' Framework does not provide specific investment dollars or identify packages however the following items appear to be in both budgets at some funding level:
 - Investment in Oregon Department of Fish and Wildlife to address its revenue shortfall
 - Investment in fish management reforms on the Columbia River
 - Investment of General Fund dollars in water quality
 - Investments in administrative capacity and information technology at Oregon Department of Agriculture and Oregon Department of Forestry
 - Investment in the Oregon Department of Agriculture Laboratory.

Natural Resources

2015-17 Governor's Budget/ Co-Chairs' Framework

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The budgets differ regarding:

- Funding of Oregon State Police Fish & Wildlife Division;
- Funding of the Working Farms and Forests Initiative; and
- Funding of the Integrated Water Resources Program.