

**PROPOSED AMENDMENTS TO
SENATE BILL 159**

1 On page 1 of the printed bill, line 2, after “171.130,” insert “171.557,”.

2 On page 5, delete lines 6 through 43 and insert:

3 **“SECTION 10.** ORS 291.110 is amended to read:

4 “291.110. (1) The Oregon Department of Administrative Services shall en-
5 sure that state agency activities and programs are directed toward achieving
6 [*the Oregon benchmarks*] **performance outcomes**. The department shall:

7 “(a) Monitor progress, identify barriers and generate alternative ap-
8 proaches for attaining [*the benchmarks*] **performance outcomes**.

9 “(b) Ensure the development of a statewide system of performance meas-
10 ures designed to increase the efficiency and effectiveness of state programs
11 and services.

12 “(c) Provide agencies with direction on the appropriate format for re-
13 porting performance measures to ensure consistency across agencies.

14 “(d) Consult with the Legislative Assembly to assist in devising a system
15 of performance measures.

16 “(e) Facilitate the development of performance measures in those in-
17 stances where [*benchmarks*] **performance measures** involve more than one
18 state agency.

19 “(f) Prior to budget development **and adoption of a performance**
20 **measurement system**, consult with the legislative review agency, as de-
21 fined in ORS 291.371, or other appropriate legislative committee, as deter-
22 mined by the President of the Senate and the Speaker of the House of

Representatives[, *prior to the formal adoption of a performance measurement system*].

“(g) No later than October 1 of each year, submit a report to the Legislative Fiscal Officer on the progress state agencies have made in meeting performance measures.

“(2) State agencies shall develop measurable performance measures consistent with and aimed at achieving [*Oregon benchmarks*] **performance outcomes**. To that end, each state agency shall:

“(a) Identify the mission, goals and objectives of the agency and any applicable [*benchmarks*] **performance measures** to which the goals are directed.

“(b) Develop written defined performance measures that quantify desired organization intermediate outcomes, outputs, responsibilities, results, products and services, and, where possible, develop unit cost measures for evaluating [*the*] program efficiency.

“(c) Involve agency managers, supervisors and employees in the development of statements of mission, goals, objectives and performance measures as provided in paragraphs (a) and (b) of this subsection and establish teams composed of agency managers, supervisors and employees to implement agency goals, objectives and performance measures. Where bargaining unit employees are affected, they shall have the right to select those employees of the agency, through their labor organization, to serve on any joint committees established to develop performance measures.

“(d) Use performance measures to work toward achievement of identified missions, goals[,] **and** objectives [*and any applicable benchmarks*].

“(e) Review agency performance measures with the appropriate legislative committee, as determined by the President of the Senate and the Speaker of the House of Representatives, during each odd-numbered year regular session of the Legislative Assembly.”.

On page 6, line 19, delete “such”.

1 In line 20, delete “as the Oregon benchmarks”.

2 On page 9, line 36, delete “cur-” and insert “the cur-”.

3 On page 11, line 18, before “Governor’s” insert “the”.

4 In line 20, before “results” insert “desired”.

5 On page 48, after line 23, insert:

6 **“SECTION 76.** ORS 171.557 is amended to read:

7 “171.557. (1) The Legislative Assembly finds that there is a need for a

8 comprehensive, specific budget format available to all members of the Leg-

9 islative Assembly so that:

10 “(a) Effective policy decisions can be made;

11 “(b) Line items in agency budgets can be identified by program function;

12 “(c) Decisions to increase or decrease agency budgets can be made with

13 knowledge as to policy and programmatic impact; and

14 “(d) A more objective comparison can be made to the Governor’s budget.

15 “(2) The Legislative Assembly also finds that the goal of the legislative

16 budgeting process is to afford members a thorough understanding of:

17 “(a) The policies of state government regarding the definition and delivery

18 of state services;

19 “(b) What program functions are necessary to state operations and the

20 cost of these functions; and

21 “(c) The means whereby these policies and programs are administered.

22 “(3) The goal of the Legislative Assembly is to decide, as a body, which

23 policies and programs are necessary to discharge its public responsibilities.

24 Consequently, the Legislative Assembly finds that there is a need to examine

25 the legislative budgeting process so that:

26 “(a) Policy decisions are made by the Legislative Assembly as a whole;

27 “(b) Program functions are more closely identified with line items in

28 agency budgets;

29 “(c) Funding options and priorities are defined in terms of policies; and

30 “(d) Legislative budgeting identifies programs which are necessary in

terms of policies and state responsibilities, as opposed to the need to maintain existing program activities.

“(4) To facilitate the review of budget information and the adoption of the legislatively approved budget, the Legislative Fiscal Officer may provide information or other material to the Oregon Department of Administrative Services. Staff of the Oregon Department of Administrative Services may not reveal to any other person the contents or nature of the information or other material, except with the written consent of the Legislative Fiscal Officer. Information or other material referred to in this subsection includes, but is not limited to, fiscal information and recommendations:

“(a) Provided or made by the Legislative Fiscal Officer or staff employed by the Legislative Fiscal Officer to facilitate state budget policy as described in this section, or to facilitate the duties of the Legislative Fiscal Officer as described in ORS 173.420; or

“(b) That are part of budget recommendations of the cochairs of the Joint Committee on Ways and Means or the Joint Interim Committee on Ways and Means.”.

In line 27, delete “76” and insert “77”.

In line 32, delete “77” and insert “78”.