



**Board of Accountancy 2023-25 Budget Request - 15% Reduction Options (ORS 291.216)**

Ay25 CSL Total Expenditures

Activity or Program <small>(WHICH PROGRAM OR ACTIVITY WILL NOT BE UNDERTAKEN)</small>	Describe Reduction <small>(DESCRIBE THE EFFECTS OF THIS REDUCTION. IDENTIFY REVENUE SOURCE FOR OF, FF. INCLUDE POSITIONS AND FTE FOR 2023-25 AND 2025-27)</small>	Amount and Fund Type									Rank and Justification <small>(RANK THE ACTIVITIES OR PROGRAMS NOT UNDERTAKEN IN ORDER OF LOWEST COST FOR BENEFIT OBTAINED)</small>	Ay25 CSL Total Expenditures		
		GF	LF	OF	NL-OF	FF	NL-FF	Total Funds	Pos.	FTE		Targets	Variance	
None - cost reduction	Implement lease cost efficiencies gained through agency relocation in 2021-23 biennium			\$ 25,512				\$ 25,512			Realizes an efficiency already gained			\$ 3,409,013.00
Contract with National Association of State Boards of Accountancy (NASBA) for processing of some licensing functions	Eliminate one licensing specialist position (pos # 0000006) and transfer service provision to NASBA			\$ 183,910				\$ 183,910	4	1.00	Redesign licensing operations and implement efficiencies in part through partial outsourcing of processing	5%		144939 \$ 38,971
				\$ 209,422							End 5% cut scenario	\$ 170,450.65	\$	38,971.35
Professional Services	20% reduction which will bring agency more in line with historical spending in that line item with little impact on agency operations if carefully managed			\$ 36,449				\$ 36,449	-	-	Careful management of costs charged to this line item should minimize impact on agency services.			
In state Travel	10% reduction which will mean some negative impacts on connecting with our stakeholders and incoming members of the profession			\$ 3,948				\$ 3,948	-	-	Connecting the board with the community it serves and regulates is always a priority. That said a 10% cut can be managed with an acceptable level of negative impact on that function.			
Out of State Travel	10% reduction which will mean very careful resourcing of travel by board and staff and some impact on not connecting with key national stakeholders and not taking national training opportunities			\$ 2,832				\$ 2,832	-	-	Connecting the board with national stakeholders (especially National Association of State Boards of Accountancy - NASBA) is key to an effective board member and thus effective agency oversight. That said a 10% cut can be managed with an acceptable level of negative impact on that function.			
AG Services	15% reduction over CSL which would bring agency closer to more recent spending on AG services.			\$ 88,250				\$ 88,250	-	-	There is some risk if the agency has a significant increase in complex and litigious cases that this cut may not leave enough cushion to cover Ag related expenses in such an event, which could negatively affect the agency's consumer protection mission.	10%	\$	0.42
8.				\$ 340,901				\$ 340,901	-	-	End 10% cut scenario	\$ 340,901.30	\$	(0.30)
<b>Additional 5% cut scenario</b>														
Professional Services	Additional 20% reduction which will bring agency below historical spending in that line item			\$ 36,449				\$ 36,449	-	-	Will impact ability to contract for investigations in expensive cases should that become necessary			
In State and Out of State Travel	Additional 10% reduction in in and out of state travel			\$ 6,780				\$ 6,780	-	-	Will impact ability ability of the board and staff to connect with profession stakeholders nationally and in state			
AG Services	Additional 21.6% reduction over CSL which would bring agency below recent spending on AG services.			\$ 127,222				\$ 127,222	-	-	Increases risk if the agency has a significant increase in complex and litigious cases that this cut will not over sufficient AG expenses in such an event, which could negatively affect the agency's consumer protection mission.	15%		
<b>Total</b>		\$ -	\$ -	\$ 550,323	\$ -	\$ -	\$ -	\$ 852,253	4	1.00		\$ 511,351.95	\$	38,971.05

