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## JOINT COMMITTEE ON WAYS AND MEANS

Senator Lieber, Senate Co-Chair  
Representative Sanchez, House Co-Chair

Senator Girod, Senate Co-Vice Chair  
Representative Gomberg, House Co-Vice Chair  
Representative Smith, House Co-Vice Chair

**To:** General Government Subcommittee  
**From:** Michael Graham, Legislative Fiscal Office  
**Date:** May 5, 2025  
**Subject:** HB 5001 – Board of Accountancy  
Work Session Recommendations

Board of Accountancy <i>Agency Totals</i>				
FUND TYPE	2021-23 ACTUAL	2023-25 LEGISLATIVELY APPROVED	2025-27 CURRENT SERVICE LEVEL	2025-27 LFO RECOMMENDED
Other Funds	2,264,706	3,074,589	3,387,935	4,387,935
<b>TOTAL FUNDS</b>	<b>2,264,706</b>	<b>3,074,589</b>	<b>3,387,935</b>	<b>4,387,935</b>
Positions	8	7	7	7
FTE	7.50	7.00	7.00	7.00

HB 5001 is the biennial budget bill for the Board of Accountancy (BOA). The 2025-27 Legislative Fiscal Office (LFO) recommended budget for BOA is \$4,387,935 Other Funds and seven positions (7.00 FTE). The LFO recommended budget represents an increase of \$1 million, or 29.5%, above the current service level.

The 2025-27 LFO recommended budget maintains BOA agency operations at the current service level and includes the following adjustments above the current service level:

- Package 090 decreases agency expenditures by \$133,964 from the reclassification of an Administrative Specialist 2 position to an Administrative Specialist 1 position and corresponding reductions to services and supplies to provide funding for the Agency Staffing Model Change in Package 101. This reclass trues up BOA's staffing model with intended changes made in SB 5501 (2023).

- Package 100 makes a one-time investment of \$1 million, using excess reserves in the Oregon Board of Accountancy Fund, to create a need-based grant program that provides accounting scholarships for students seeking accounting degrees in college or individuals wishing to become certified public accountants in Oregon. This package does not provide BOA authority to administer its own scholarship program. Instead, the package leverages existing scholarship programs in the private sector to establish a need-based accounting scholarship program.
- Package 101 creates a deputy director position to manage day-to-day agency operations, and thereby free up BOA's executive director to focus more on community outreach issues, consistent with direction from the Legislature and the agency's governing board for BOA to focus on reducing barriers to initial licensure, licensure reciprocity, and the CPA profession. This package also eliminates an Office Specialist 1 position, thus maintaining BOA at seven permanent, full-time positions (7.00 FTE). The remaining cost of the deputy director position is estimated to be \$133,964, which equals cost of the package 090 reductions.

## Adjustments to Current Service Level

See attached "Work Session Presentation Report."

Note: Statewide adjustments and six-year capital construction expenditures are not included in these recommendations. Any needed adjustments will be made in end of session bills.

### **Accept** LFO Recommendation

MOTION: I move the LFO recommendation to HB 5001. *(vote)*

**OR**

### **Modify** LFO Recommendation

MOTION: I move the LFO recommendation to HB 5001, with modifications. *(vote)*

## Performance Measures

See attached "Legislatively Proposed 2025-27 Key Performance Measures."

### **Accept** LFO Recommendation

MOTION: I move the LFO recommendation on Key Performance Measures. *(vote)*

**OR**

### **Modify** LFO Recommendation

**MOTION:** I move the LFO recommendation on Key Performance Measures, with modifications. *(vote)*

## Budget Notes

LFO recommends the following budget note:

Board of Accountancy Need-based Accounting Scholarships: The Board of Accountancy shall submit a report to the Joint Committee on Ways and Means Subcommittee on General Government, in the 2027 session, on the results of the \$1 million investment from the Board's operating reserves to create a need-based grant program that provides accounting scholarships at Oregon colleges and universities, including investment goals, outcomes achieved thus far, plans for future investments in accounting scholarships, and other pertinent information.

**Accept** LFO Recommendation

**MOTION:** I move the LFO recommendation on Budget Notes. *(vote)*

**OR**

**Modify** LFO Recommendation

**MOTION:** I move the LFO recommendation on Budget Notes, with modifications. *(vote)*

## Amendment

LFO recommends a budget of \$4,387,935 Other Funds, and seven positions (7.00 FTE), which is reflected in the –1 amendment.

**MOTION:** I move adoption of the –1 amendment to HB 5001. *(vote)*

## Final Subcommittee Action

LFO recommends that HB 5001, as amended by the –1 amendment, be moved to the Ways and Means Full Committee.

**MOTION:** I move HB 5001, as amended, to the Full Committee with a do pass recommendation. *(vote)*

## Carriers

Full Committee:

House Floor:

Senate Floor:

**LFO102 - Work Session Presentation Report**  
**2025-27 Biennium**

Version: L - 01 - LFO Analyst Recommended

Cross Reference: 12000-000-00-00-00000

Accountancy, Board of

	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
<b>2023-25 Agy. Leg. Adopted</b>	-	-	<b>2,946,809</b>	-	-	-	<b>2,946,809</b>	<b>7</b>	<b>7.00</b>
2023-25 Ebds, SS & Admin Act	-	-	127,780	-	-	-	127,780	-	-
Ways & Means Actions	-	-	-	-	-	-	-	-	-
<b>2023-25 Leg Approved Budget</b>	-	-	<b>3,074,589</b>	-	-	-	<b>3,074,589</b>	<b>7</b>	<b>7.00</b>
<b>2023-25 Leg Approved Budget (Base)</b>	-	-	<b>3,074,589</b>	-	-	-	<b>3,074,589</b>	<b>7</b>	<b>7.00</b>
Summary of Base Adjustments	-	-	145,522	-	-	-	145,522	-	-
<b>2025-27 Base Budget</b>	-	-	<b>3,220,111</b>	-	-	-	<b>3,220,111</b>	<b>7</b>	<b>7.00</b>
010: Non-PICS Pers Svc/Vacancy Factor	-	-	24,384	-	-	-	24,384	-	-
030: Inflation & Price List Adjustments	-	-	143,440	-	-	-	143,440	-	-
<b>2025-27 Current Service Level</b>	-	-	<b>3,387,935</b>	-	-	-	<b>3,387,935</b>	<b>7</b>	<b>7.00</b>
<b>Adjusted 2025-27 Current Service Level</b>	-	-	<b>3,387,935</b>	-	-	-	<b>3,387,935</b>	<b>7</b>	<b>7.00</b>
<b>Total LFO Recommended Packages</b>	-	-	<b>1,000,000</b>	-	-	-	<b>1,000,000</b>	-	-
<b>2025-27 Legislative Actions</b>	-	-	<b>4,387,935</b>	-	-	-	<b>4,387,935</b>	<b>7</b>	<b>7.00</b>
Net change from 2023-25 Leg Approved Budget	-	-	1,313,346	-	-	-	1,313,346	-	-
Percent change from 2023-25 Leg Approved Budget	0.0%	0.0%	42.7%	0.0%	0.0%	0.0%	42.7%	0.0%	0.0%
Net change from 2025-27 Adj Current Service Level	-	-	1,000,000	-	-	-	1,000,000	-	-
Percent change from 2025-27 Adj Current Service Level	0.0%	0.0%	29.5%	0.0%	0.0%	0.0%	29.5%	0.0%	0.0%

**LFO102 - Work Session Presentation Report**  
**2025-27 Biennium**

Version: L - 01 - LFO Analyst Recommended

Cross Reference: 12000-001-00-00-00000

Accountancy, Board of

	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
<b>2023-25 Agy. Leg. Adopted</b>	-	-	<b>2,946,809</b>	-	-	-	<b>2,946,809</b>	<b>7</b>	<b>7.00</b>
2023-25 Ebds, SS & Admin Act	-	-	127,780	-	-	-	127,780	-	-
Ways & Means Actions	-	-	-	-	-	-	-	-	-
<b>2023-25 Leg Approved Budget</b>	-	-	<b>3,074,589</b>	-	-	-	<b>3,074,589</b>	<b>7</b>	<b>7.00</b>
<b>2023-25 Leg Approved Budget (Base)</b>	-	-	<b>3,074,589</b>	-	-	-	<b>3,074,589</b>	<b>7</b>	<b>7.00</b>
Summary of Base Adjustments	-	-	145,522	-	-	-	145,522	-	-
<b>2025-27 Base Budget</b>	-	-	<b>3,220,111</b>	-	-	-	<b>3,220,111</b>	<b>7</b>	<b>7.00</b>
010: Non-PICS Pers Svc/Vacancy Factor	-	-	24,384	-	-	-	24,384	-	-
030: Inflation & Price List Adjustments	-	-	143,440	-	-	-	143,440	-	-
<b>2025-27 Current Service Level</b>	-	-	<b>3,387,935</b>	-	-	-	<b>3,387,935</b>	<b>7</b>	<b>7.00</b>
<b>Adjusted 2025-27 Current Service Level</b>	-	-	<b>3,387,935</b>	-	-	-	<b>3,387,935</b>	<b>7</b>	<b>7.00</b>
<b>Total LFO Recommended Packages</b>	-	-	<b>1,000,000</b>	-	-	-	<b>1,000,000</b>	-	-
<b>2025-27 Legislative Actions</b>	-	-	<b>4,387,935</b>	-	-	-	<b>4,387,935</b>	<b>7</b>	<b>7.00</b>
Net change from 2023-25 Leg Approved Budget	-	-	1,313,346	-	-	-	1,313,346	-	-
Percent change from 2023-25 Leg Approved Budget	0.0%	0.0%	42.7%	0.0%	0.0%	0.0%	42.7%	0.0%	0.0%
Net change from 2025-27 Adj Current Service Level	-	-	1,000,000	-	-	-	1,000,000	-	-
Percent change from 2025-27 Adj Current Service Level	0.0%	0.0%	29.5%	0.0%	0.0%	0.0%	29.5%	0.0%	0.0%

	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
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Package 090 Analyst Adjustments

Package Description This package includes reductions to the agency's personal services and services and supplies. The package reduces personal services by \$20,107 due to the reclassification of an Administrative Specialist 2 position to an Administrative Specialist 1 position. This reclass trues up the agency's staffing model with intended changes that were made in SB 5501 (2023), but were not implemented due to timing issues. The package also reduces services and supplies by \$113,857, as requested by the agency, to align the budget with actual spending. The reduction to services and supplies is anticipated to have a minimal impact on agency operations. In total, this package reduces total agency expenditures by \$133,964. These reductions provide funding for the Agency Staffing Model Change in Package 101.

LFO Recommendation LFO recommends approval of the package.

LFO Recommended	-	-	(133,964)	-	-	-	(133,964)	-	-
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	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
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**Package 100 Accounting Scholarships Funding**

Package Description This package includes a one-time special payment of \$1 million from the agency's operating reserves to an existing accounting scholarship program that will leverage existing resources to provide need-based scholarships to prospective accounting students. The package will enable the agency to address workforce pipeline issues, while authorizing the agency to spend down excess reserves in its operating fund. This package will automatically reset to zero in the 2027-29 biennium.

LFO Recommendation LFO recommends approval of the package.

LFO Recommended	-	-	1,000,000	-	-	-	1,000,000	-	-
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	General Fund	Lottery Funds	Other Funds	Federal Funds	Nonlimited Other Funds	Nonlimited Federal Funds	Total Funds	Positions	Full-Time Equivalent (FTE)
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**Package 101 Agency Staffing Model Change**

Package Description This package creates a full-time, permanent Business and Operations Supervisor 2 position (1.00 FTE) and eliminates a full-time, permanent Office Specialist 1 position (1.00 FTE). This adjustment to the staffing model will enable the agency's executive director to engage in more community outreach and focus on issues related to the education pipeline. This package will be funded with reductions made to the agency's personal services and services and supplies in the Package 090 adjustments. This package maintains the agency at seven full-time positions (7.00 FTE).

LFO Recommendation LFO recommends approval of the package.

LFO Recommended	-	-	133,964	-	-	-	133,964	-	-
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# Legislatively Proposed 2025 - 2027 Key Performance Measures

Published: 4/25/2025 1:58:08 AM

**Agency:** Board of Accountancy

**Mission Statement:**

The mission of the Board of Accountancy is to protect Oregon consumers by ensuring only qualified licensees practice public accountancy in accordance with established professional standards and promulgated rules.

Legislatively Proposed KPMs	Metrics	Agency Request	Last Reported Result	Target 2026	Target 2027
1. CUSTOMER SATISFACTION - Percent of customers rating satisfaction with agency services as "good" or "excellent": overall customer service, timeliness, accuracy, helpfulness, expertise and availability of information.	Availability of Information	Approved	61%	90%	90%
	Timeliness		59%	90%	90%
	Helpfulness		58%	90%	90%
	Overall		65%	90%	90%
	Accuracy		58%	90%	90%
	Expertise		56%	90%	90%
2. TIMELY COMPLAINT RESPONSE - Percentage of complaints filed wherein letters advising the parties of either an inquiry or investigation will be initiated and a letter advising the parties are mailed within five business days of the receipt of the initial complaint.		Approved	80%	85%	85%
3. TIMELY REVIEW OF NEW COMPLAINTS - Number of days from the date of letter advising parties that an inquiry has been opened to completion of an inquiry report and approval from Director.		Approved	136	120	120
4. TIMELY INVESTIGATION - Number of days from the date of letter advising parties that an investigation has been opened to completion of investigation report and approval from Director.		Approved	160	150	150
5. BEST PRACTICES - Percent of total best practices met by the Board.		Approved	100	100	100

**LFO Recommendation:**

The Legislative Fiscal Office (LFO) recommends approval of the KPMs and targets. LFO recommends reducing the target of KPM #4 from 180 days to 150 days because the Board has met the 180-day requirement in the last two reporting years.

**SubCommittee Action:**