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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: Public Safety Subcommittee

From: Steve Robbins, Legislative Fiscal Office

Date: June 2, 2025

Subject: HB 5004 –Department of Corrections  
Work Session Recommendations

Department of Corrections <i>Agency Totals</i>				
FUND TYPE	2021-23 ACTUAL	2023-25 LEGISLATIVELY APPROVED	2025-27 CURRENT SERVICE LEVEL	2025-27 LFO RECOMMENDED
General Fund	1,068,533,490	2,259,508,999	2,617,283,154	2,585,169,935
Other Funds	1,091,576,379	171,417,659	50,587,178	52,368,941
Federal Funds	5,810,000	2,029,649	2,167,665	2,167,665
<b>TOTAL FUNDS</b>	<b>2,165,919,869</b>	<b>2,432,956,307</b>	<b>2,670,037,997</b>	<b>2,639,706,541</b>
Positions	4,810	4,813	4,944	4,822
FTE	4,702.11	4,749.53	4,830.99	4,793.96

Attached are the recommendations from the Legislative Fiscal Office for the Department of Corrections. The recommended budget represents a 1.1% decrease in total funds and a 1.2% decrease in General Fund from the current service level.

General Fund reductions include changes resulting from the OEA April 2025 prison population forecast and the abolishment of long-term vacant positions across the agency.

Investments include funding for SB 395 DUII county jail reimbursement, classification and compensation changes bargained for doctors and dentists, information technology support for electronic health records, the adult in custody network, and voice-over-internet protocol telephone system, a study and pre-construction work to replace the Oregon State Penitentiary

and address statewide geriatric capacity needs, Other Funds limitation for carryover of American Rescue Plan Act (ARPA) funds and bond sales from the 2023-25 biennium, limitation for grant programs, and additional staffing to address emergent off-site health care needs.

Finally, the budget reflects a net-zero fund shift that removes the agency from the Criminal Fines Account allocation and backfills the Other Funds with General Fund.

## 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 5004. *(vote)*

**OR**

### **Modify** LFO Recommendation

MOTION: I move the LFO recommendation to HB 5004, 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

### Oregon State Penitentiary Replacement and Geriatric Care Campus

The Department of Corrections is appropriated \$3 million to assess options for the replacement of the Oregon State Penitentiary, and to incorporate into its findings the possibility of geriatric housing on the same campus. The agency shall report to the Joint Committee on Ways and Means during the 2026 and 2027 legislative sessions on the progress and findings of the assessment, to include a statewide study of geriatric housing needs throughout all of the agency correctional facilities, the options available for expanded geriatric capacity, and how the construction of a new prison in Salem to replace the Oregon State Penitentiary could play a role in managing the geriatric population of adults in custody.

#### **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 \$2,585,169,935 General Fund, \$52,368,941 Other Funds, \$2,167,665 Federal Funds, and 4,822 positions (4,793.96 FTE), which is reflected in the –1 amendment.

MOTION: I move adoption of the –1 amendment to HB 5004. *(vote)*

## Final Subcommittee Action

LFO recommends that HB 5004, as amended by the –1 amendment, be moved to the Ways and Means Full Committee.

MOTION: I move HB 5004, 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: 29100-000-00-00-00000

Corrections, Dept 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>2,142,301,844</b>	-	<b>168,283,448</b>	<b>300,000</b>	-	-	<b>2,310,885,292</b>	<b>4,813</b>	<b>4,749.53</b>
2023-25 Ebds, SS & Admin Act	117,207,155	-	3,134,211	1,729,649	-	-	122,071,015	-	-
Ways & Means Actions	-	-	-	-	-	-	-	-	-
<b>2023-25 Leg Approved Budget</b>	<b>2,259,508,999</b>	-	<b>171,417,659</b>	<b>2,029,649</b>	-	-	<b>2,432,956,307</b>	<b>4,813</b>	<b>4,749.53</b>
<b>2023-25 Leg Approved Budget (Base)</b>	<b>2,259,508,999</b>	-	<b>171,417,659</b>	<b>2,029,649</b>	-	-	<b>2,432,956,307</b>	<b>4,813</b>	<b>4,749.53</b>
Summary of Base Adjustments	164,914,885	-	(70,653,777)	-	-	-	94,261,108	5	40.43
<b>2025-27 Base Budget</b>	<b>2,424,423,884</b>	-	<b>100,763,882</b>	<b>2,029,649</b>	-	-	<b>2,527,217,415</b>	<b>4,818</b>	<b>4,789.96</b>
010: Non-PICS Pers Svc/Vacancy Factor	27,879,886	-	250,138	-	-	-	28,130,024	-	-
020: Phase In / Out Pgm & One-time Cost	(1,212,183)	-	(29,529,405)	-	-	-	(30,741,588)	(1)	(1.00)
030: Inflation & Price List Adjustments	95,671,065	-	(3,487,455)	138,016	-	-	92,321,626	-	-
040: Mandated Caseload	53,110,520	-	-	-	-	-	53,110,520	127	42.03
050: Fundshifts and Revenue Reductions	17,409,982	-	(17,409,982)	-	-	-	-	-	-
<b>2025-27 Current Service Level</b>	<b>2,617,283,154</b>	-	<b>50,587,178</b>	<b>2,167,665</b>	-	-	<b>2,670,037,997</b>	<b>4,944</b>	<b>4,830.99</b>
<b>Adjusted 2025-27 Current Service Level</b>	<b>2,617,283,154</b>	-	<b>50,587,178</b>	<b>2,167,665</b>	-	-	<b>2,670,037,997</b>	<b>4,944</b>	<b>4,830.99</b>
<b>Total LFO Recommended Packages</b>	<b>(32,113,219)</b>	-	<b>1,781,763</b>	-	-	-	<b>(30,331,456)</b>	<b>(122)</b>	<b>(37.03)</b>
<b>2025-27 Legislative Actions</b>	<b>2,585,169,935</b>	-	<b>52,368,941</b>	<b>2,167,665</b>	-	-	<b>2,639,706,541</b>	<b>4,822</b>	<b>4,793.96</b>
Net change from 2023-25 Leg Approved Budget	325,660,936	-	(119,048,718)	138,016	-	-	206,750,234	9	44.43
Percent change from 2023-25 Leg Approved Budget	14.4%	0.0%	(69.5%)	6.8%	0.0%	0.0%	8.5%	0.2%	0.9%
Net change from 2025-27 Adj Current Service Level	(32,113,219)	-	1,781,763	-	-	-	(30,331,456)	(122)	(37.03)
Percent change from 2025-27 Adj Current Service Level	(1.2%)	0.0%	3.5%	0.0%	0.0%	0.0%	(1.1%)	(2.5%)	(0.8%)

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

Version: L - 01 - LFO Analyst Recommended

Cross Reference: 29100-003-00-00-00000

Operations Division

	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>1,029,017,903</b>	-	<b>25,612,602</b>	-	-	-	<b>1,054,630,505</b>	<b>3,366</b>	<b>3,331.03</b>
2023-25 Ebds, SS & Admin Act	68,263,001	-	317,203	-	-	-	68,580,204	-	-
Ways & Means Actions	-	-	-	-	-	-	-	-	-
<b>2023-25 Leg Approved Budget</b>	<b>1,097,280,904</b>	-	<b>25,929,805</b>	-	-	-	<b>1,123,210,709</b>	<b>3,366</b>	<b>3,331.03</b>
<b>2023-25 Leg Approved Budget (Base)</b>	<b>1,097,280,904</b>	-	<b>25,929,805</b>	-	-	-	<b>1,123,210,709</b>	<b>3,366</b>	<b>3,331.03</b>
Summary of Base Adjustments	122,193,584	-	931,070	-	-	-	123,124,654	6	29.57
<b>2025-27 Base Budget</b>	<b>1,219,474,488</b>	-	<b>26,860,875</b>	-	-	-	<b>1,246,335,363</b>	<b>3,372</b>	<b>3,360.60</b>
010: Non-PICS Pers Svc/Vacancy Factor	27,007,915	-	669,732	-	-	-	27,677,647	-	-
020: Phase In / Out Pgm & One-time Cost	155,894	-	-	-	-	-	155,894	-	-
030: Inflation & Price List Adjustments	8,606,130	-	753,307	-	-	-	9,359,437	-	-
040: Mandated Caseload	11,238,252	-	-	-	-	-	11,238,252	92	36.48
050: Fundshifts and Revenue Reductions	10,743,047	-	(10,743,047)	-	-	-	-	-	-
060: Technical Adjustments	(31,596,820)	-	-	-	-	-	(31,596,820)	(92)	(92.00)
<b>2025-27 Current Service Level</b>	<b>1,245,628,906</b>	-	<b>17,540,867</b>	-	-	-	<b>1,263,169,773</b>	<b>3,372</b>	<b>3,305.08</b>
<b>Adjusted 2025-27 Current Service Level</b>	<b>1,245,628,906</b>	-	<b>17,540,867</b>	-	-	-	<b>1,263,169,773</b>	<b>3,372</b>	<b>3,305.08</b>
<b>Total LFO Recommended Packages</b>	<b>(15,800,326)</b>	-	-	-	-	-	<b>(15,800,326)</b>	<b>(98)</b>	<b>(42.48)</b>
<b>2025-27 Legislative Actions</b>	<b>1,229,828,580</b>	-	<b>17,540,867</b>	-	-	-	<b>1,247,369,447</b>	<b>3,274</b>	<b>3,262.60</b>
Net change from 2023-25 Leg Approved Budget	132,547,676	-	(8,388,938)	-	-	-	124,158,738	(92)	(68.43)
Percent change from 2023-25 Leg Approved Budget	12.1%	0.0%	(32.4%)	0.0%	0.0%	0.0%	11.1%	(2.7%)	(2.1%)
Net change from 2025-27 Adj Current Service Level	(15,800,326)	-	-	-	-	-	(15,800,326)	(98)	(42.48)
Percent change from 2025-27 Adj Current Service Level	(1.3%)	0.0%	0.0%	0.0%	0.0%	0.0%	(1.3%)	(2.9%)	(1.3%)

	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 801 LFO Analyst Adjustments**

Package Description This package includes a number of different investments totaling \$14,130,938 all funds and 18 positions (18.0 FTE) across the agency's budget

For the entire agency, the budget includes an increase of \$4,879,794 General fund and 18 positions (18.00 FTE) to address emergent concerns over the backlog of offsite care visits being experienced by the agency.

The component of this associated with the Operations Division is \$1,290,845 and five positions (5.00 FTE) for additional Transport officers to perform the offsite trips and provide hospital watches, as needed.

LFO Recommendation Approve the package.

LFO Analyst Notes HB 5004 (2025)

<b>LFO Recommended</b>	<b>1,290,845</b>	-	-	-	-	-	<b>1,290,845</b>	<b>5</b>	<b>5.00</b>
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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 802 Vacant Position Reductions**

Package Description In a review of long-term positions vacant for nearly two years or longer, 13 positions (13.00 FTE) are being abolished for a General Fund savings of \$2,711,921 across the agency.

For the Operations Division, this is a reduction of \$2,397,927 and 11 positions (11.00 FTE). This represents positions from the Eastern Oregon Correctional Institution and Two Rivers Correctional Institutions - both of which closed units based on AIC population decreases.

LFO Recommendation Approve the package.

LFO Analyst Notes HB 5004 (2025)

LFO Recommended	(2,397,927)	-	-	-	-	-	(2,397,927)	(11)	(11.00)
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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 840 Mandated Caseloads

Package Description     The Department of Corrections is a caseload-driven agency, and adult in custody (AIC) funding is dependent on population forecasts performed by the Department of Administrative Services Office of Economic Analysis (OEA). At three points during the budget building process the budget is modified dependent on the most recent OEA population forecast: the agency request budget (ARB) based on the April 2024 forecast, the Governor's request budget (GRB) based on the October 2024 forecast, and finally as the Legislature completes their adopted budget for the biennium based on the April 2025 forecast. This package represents the final incremental change based on the April 2025 forecast.

For this division, the package reduces the mandated caseload costs by \$14,693,244 General Fund and 92 positions (36.48 FTE). In the initial budget building forecast in April 2024, OEA's forecast called for significant growth in the population as a result of a post-pandemic return to equilibrium, coupled with the impacts of HB 4002 (2024). As a result, the prison forecast then called for the Department to open two units at the currently mothballed Deer Ridge Correctional Institution in Madras, OR. The latest April 2025 OEA forecast reflects a reduction in the population, making the opening of those units unnecessary in 2025-27.

LFO Recommendation    Approve the package.

LFO Analyst Notes        HB 5004 (2025)

LFO Recommended	(14,693,244)	-	-	-	-	-	(14,693,244)	(92)	(36.48)
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**LFO102 - Work Session Presentation Report**  
**2025-27 Biennium**

Version: L - 01 - LFO Analyst Recommended

Cross Reference: 29100-004-00-00-00000

Central Administration

	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>134,774,992</b>	-	<b>14,967,241</b>	-	-	-	<b>149,742,233</b>	<b>176</b>	<b>174.38</b>
2023-25 Ebds, SS & Admin Act	5,259,358	-	550,077	-	-	-	5,809,435	2	2.00
Ways & Means Actions	-	-	-	-	-	-	-	-	-
<b>2023-25 Leg Approved Budget</b>	<b>140,034,350</b>	-	<b>15,517,318</b>	-	-	-	<b>155,551,668</b>	<b>178</b>	<b>176.38</b>
<b>2023-25 Leg Approved Budget (Base)</b>	<b>140,034,350</b>	-	<b>15,517,318</b>	-	-	-	<b>155,551,668</b>	<b>178</b>	<b>176.38</b>
Summary of Base Adjustments	4,464,687	-	784,239	-	-	-	5,248,926	(3)	(3.00)
<b>2025-27 Base Budget</b>	<b>144,499,037</b>	-	<b>16,301,557</b>	-	-	-	<b>160,800,594</b>	<b>175</b>	<b>173.38</b>
010: Non-PICS Pers Svc/Vacancy Factor	(1,152,161)	-	(203,057)	-	-	-	(1,355,218)	-	-
020: Phase In / Out Pgm & One-time Cost	-	-	(855,000)	-	-	-	(855,000)	-	-
030: Inflation & Price List Adjustments	64,512,003	-	(6,021,605)	-	-	-	58,490,398	-	-
040: Mandated Caseload	127,499	-	-	-	-	-	127,499	3	0.39
060: Technical Adjustments	26,204,388	-	19,295	-	-	-	26,223,683	78	77.50
<b>2025-27 Current Service Level</b>	<b>234,190,766</b>	-	<b>9,241,190</b>	-	-	-	<b>243,431,956</b>	<b>256</b>	<b>251.27</b>
<b>Adjusted 2025-27 Current Service Level</b>	<b>234,190,766</b>	-	<b>9,241,190</b>	-	-	-	<b>243,431,956</b>	<b>256</b>	<b>251.27</b>
<b>Total LFO Recommended Packages</b>	<b>(127,499)</b>	-	-	-	-	-	<b>(127,499)</b>	<b>(3)</b>	<b>(0.39)</b>
<b>2025-27 Legislative Actions</b>	<b>234,063,267</b>	-	<b>9,241,190</b>	-	-	-	<b>243,304,457</b>	<b>253</b>	<b>250.88</b>
Net change from 2023-25 Leg Approved Budget	94,028,917	-	(6,276,128)	-	-	-	87,752,789	75	74.50
Percent change from 2023-25 Leg Approved Budget	67.2%	0.0%	(40.5%)	0.0%	0.0%	0.0%	56.4%	42.1%	42.2%
Net change from 2025-27 Adj Current Service Level	(127,499)	-	-	-	-	-	(127,499)	(3)	(0.39)
Percent change from 2025-27 Adj Current Service Level	(0.1%)	0.0%	0.0%	0.0%	0.0%	0.0%	(0.1%)	(1.2%)	(0.2%)

	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 840 Mandated Caseloads

Package Description    The Department of Corrections is a caseload-driven agency, and adult in custody (AIC) funding is dependent on population forecasts performed by the Department of Administrative Services Office of Economic Analysis (OEA). At three points during the budget building process the budget is modified dependent on the most recent OEA population forecast: the agency request budget (ARB) based on the April 2024 forecast, the Governor's request budget (GRB) based on the October 2024 forecast, and finally as the Legislature completes their adopted budget for the biennium based on the April 2025 forecast. This package represents the final incremental change based on the April 2025 forecast.

For this division, the package reduces the mandated caseload costs by \$127,499 General Fund and three positions (0.39 FTE). In the initial budget building forecast in April 2024, OEA's forecast called for significant growth in the population as a result of a post-pandemic return to equilibrium, coupled with the impacts of HB 4002 (2024). As a result, the prison forecast then called for the Department to open two units at the currently mothballed Deer Ridge Correctional Institution in Madras, OR. The latest April 2025 OEA forecast reflects a reduction in the population, making the opening of those units unnecessary in 2025-27. This results in the reduction of three Inspector positions from Central Administration that would have supported the new facility.

LFO Recommendation    Approve the package.

LFO Analyst Notes        Hb 5004 (2025)

LFO Recommended	(127,499)	-	-	-	-	-	(127,499)	(3)	(0.39)
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**LFO102 - Work Session Presentation Report**  
**2025-27 Biennium**

Version: L - 01 - LFO Analyst Recommended

Cross Reference: 29100-006-00-00-00000

Administrative Services Division

	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>89,366,826</b>	-	<b>22,150,484</b>	-	-	-	<b>111,517,310</b>	<b>271</b>	<b>269.29</b>
2023-25 Ebds, SS & Admin Act	4,805,404	-	592,200	-	-	-	5,397,604	(2)	(2.00)
Ways & Means Actions	-	-	-	-	-	-	-	-	-
<b>2023-25 Leg Approved Budget</b>	<b>94,172,230</b>	-	<b>22,742,684</b>	-	-	-	<b>116,914,914</b>	<b>269</b>	<b>267.29</b>
<b>2023-25 Leg Approved Budget (Base)</b>	<b>94,172,230</b>	-	<b>22,742,684</b>	-	-	-	<b>116,914,914</b>	<b>269</b>	<b>267.29</b>
Summary of Base Adjustments	6,966,580	-	834,052	-	-	-	7,800,632	(1)	(1.09)
<b>2025-27 Base Budget</b>	<b>101,138,810</b>	-	<b>23,576,736</b>	-	-	-	<b>124,715,546</b>	<b>268</b>	<b>266.20</b>
010: Non-PICS Pers Svc/Vacancy Factor	(1,789,285)	-	(216,060)	-	-	-	(2,005,345)	-	-
020: Phase In / Out Pgm & One-time Cost	(19,731)	-	(12,250,485)	-	-	-	(12,270,216)	-	-
030: Inflation & Price List Adjustments	899,780	-	82,947	-	-	-	982,727	-	-
040: Mandated Caseload	1,130,687	-	-	-	-	-	1,130,687	9	2.17
060: Technical Adjustments	(26,204,388)	-	(19,295)	-	-	-	(26,223,683)	(78)	(77.50)
<b>2025-27 Current Service Level</b>	<b>75,155,873</b>	-	<b>11,173,843</b>	-	-	-	<b>86,329,716</b>	<b>199</b>	<b>190.87</b>
<b>Adjusted 2025-27 Current Service Level</b>	<b>75,155,873</b>	-	<b>11,173,843</b>	-	-	-	<b>86,329,716</b>	<b>199</b>	<b>190.87</b>
<b>Total LFO Recommended Packages</b>	<b>4,418,572</b>	-	-	-	-	-	<b>4,418,572</b>	<b>(10)</b>	<b>(3.17)</b>
<b>2025-27 Legislative Actions</b>	<b>79,574,445</b>	-	<b>11,173,843</b>	-	-	-	<b>90,748,288</b>	<b>189</b>	<b>187.70</b>
Net change from 2023-25 Leg Approved Budget	(14,597,785)	-	(11,568,841)	-	-	-	(26,166,626)	(80)	(79.59)
Percent change from 2023-25 Leg Approved Budget	(15.5%)	0.0%	(50.9%)	0.0%	0.0%	0.0%	(22.4%)	(29.7%)	(29.8%)
Net change from 2025-27 Adj Current Service Level	4,418,572	-	-	-	-	-	4,418,572	(10)	(3.17)
Percent change from 2025-27 Adj Current Service Level	5.9%	0.0%	0.0%	0.0%	0.0%	0.0%	5.1%	(5.0%)	(1.7%)

LFO102 - Work Session Presentation Report  
2025-27 Biennium

Version: L - 01 - LFO Analyst Recommended

Cross Reference: 29100-006-00-00-00000

Administrative Services Division

	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 202 IT Modernization and Maintenance**

Package Description This package makes investments totaling \$4,065,759 General Fund across the agency for on-going operations and support of multiple IT systems.

In this division, the budget is increased by \$920,000 General Fund to support the adult in custody (AIC) network that includes telephone, video and tablet options utilized to communicate with families and friends, and for entertainment and educational offerings.

In addition, the Administrative Services Division budget is increased by \$1,771,759 General Fund to fund the Voice over Internet Protocol (VoIP) system that includes a unique solution allowing for mass-shutdown of the system in the event of a safety or security event that requires it.

LFO Recommendation Approve the package.

LFO Analyst Notes HB 5004 (2025)

<b>LFO Recommended</b>	<b>2,691,759</b>	-	-	-	-	-	<b>2,691,759</b>	-	-
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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 209 Geriatric Care Facility Campus & Prep for OSP**

Package Description This package increases the agency General Fund budget by \$3 million to begin preparatory work to study the replacement of the Oregon State Penitentiary in Salem, while also assessing the statewide geriatric care needs of adults in custody for the possible inclusion of specialized medical capacity as part of any new campus shared with a new prison.

LFO Recommendation Approve the package.

LFO Analyst Notes HB 5004 (2025)

LFO Recommended	3,000,000	-	-	-	-	-	3,000,000	-	-
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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 802 Vacant Position Reductions**

Package Description In a review of long-term positions vacant for nearly two years or longer, 13 positions (13.00 FTE) are being abolished for a General Fund savings of \$2.7 million across the agency.

For the Administrative Services Division, this is a reduction of \$142,500 and one position (1.00 FTE). This represents an Office Specialist 2 position that has been vacant since 4/7/2022.

LFO Recommendation Approve the package.

LFO Analyst Notes HB 5004 (2025)

LFO Recommended	(142,500)	-	-	-	-	-	(142,500)	(1)	(1.00)
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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 840 Mandated Caseloads

Package Description The Department of Corrections is a caseload-driven agency, and adult in custody (AIC) funding is dependent on population forecasts performed by the Department of Administrative Services Office of Economic Analysis (OEA). At three points during the budget building process the budget is modified dependent on the most recent OEA population forecast: the agency request budget (ARB) based on the April 2024 forecast, the Governor's request budget (GRB) based on the October 2024 forecast, and finally as the Legislature completes their adopted budget for the biennium based on the April 2025 forecast. This package represents the final incremental change based on the April 2025 forecast.

For this division, the package reduces the mandated caseload costs by \$1,130,687 General Fund and nine positions (2.17 FTE). In the initial budget building forecast in April 2024, OEA's forecast called for significant growth in the population as a result of a post-pandemic return to equilibrium, coupled with the impacts of HB 4002 (2024). As a result, the prison forecast then called for the Department to open two units at the currently mothballed Deer Ridge Correctional Institution in Madras, OR. The latest April 2025 OEA forecast reflects a reduction in the population, making the opening of those units unnecessary in 2025-27. This results in the reduction of nine positions that include logistics and trucking roles, facilities maintenance personnel and IT System Specialists that would have assisted with phones, computers and adult in custody network systems.

LFO Recommendation Approve the package.

LFO Analyst Notes HB 5004 (2025)

LFO Recommended	(1,130,687)	-	-	-	-	-	(1,130,687)	(9)	(2.17)
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**LFO102 - Work Session Presentation Report**  
**2025-27 Biennium**

Version: L - 01 - LFO Analyst Recommended

Cross Reference: 29100-009-00-00-00000

Community Corrections

	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>277,406,303</b>	-	<b>6,859,278</b>	-	-	-	<b>284,265,581</b>	<b>76</b>	<b>76.00</b>
2023-25 Ebds, SS & Admin Act	18,216,174	-	-	-	-	-	18,216,174	-	-
Ways & Means Actions	-	-	-	-	-	-	-	-	-
<b>2023-25 Leg Approved Budget</b>	<b>295,622,477</b>	-	<b>6,859,278</b>	-	-	-	<b>302,481,755</b>	<b>76</b>	<b>76.00</b>
<b>2023-25 Leg Approved Budget (Base)</b>	<b>295,622,477</b>	-	<b>6,859,278</b>	-	-	-	<b>302,481,755</b>	<b>76</b>	<b>76.00</b>
Summary of Base Adjustments	2,251,825	-	-	-	-	-	2,251,825	-	-
<b>2025-27 Base Budget</b>	<b>297,874,302</b>	-	<b>6,859,278</b>	-	-	-	<b>304,733,580</b>	<b>76</b>	<b>76.00</b>
010: Non-PICS Pers Svc/Vacancy Factor	(35,202)	-	-	-	-	-	(35,202)	-	-
020: Phase In / Out Pgm & One-time Cost	(3,045,561)	-	-	-	-	-	(3,045,561)	(1)	(1.00)
030: Inflation & Price List Adjustments	2,639,555	-	820,807	-	-	-	3,460,362	-	-
040: Mandated Caseload	41,971,717	-	-	-	-	-	41,971,717	-	-
<b>2025-27 Current Service Level</b>	<b>339,404,811</b>	-	<b>7,680,085</b>	-	-	-	<b>347,084,896</b>	<b>75</b>	<b>75.00</b>
<b>Adjusted 2025-27 Current Service Level</b>	<b>339,404,811</b>	-	<b>7,680,085</b>	-	-	-	<b>347,084,896</b>	<b>75</b>	<b>75.00</b>
<b>Total LFO Recommended Packages</b>	<b>(23,426,372)</b>	-	<b>(5,948,237)</b>	-	-	-	<b>(29,374,609)</b>	-	-
<b>2025-27 Legislative Actions</b>	<b>315,978,439</b>	-	<b>1,731,848</b>	-	-	-	<b>317,710,287</b>	<b>75</b>	<b>75.00</b>
Net change from 2023-25 Leg Approved Budget	20,355,962	-	(5,127,430)	-	-	-	15,228,532	(1)	(1.00)
Percent change from 2023-25 Leg Approved Budget	6.9%	0.0%	(74.8%)	0.0%	0.0%	0.0%	5.0%	(1.3%)	(1.3%)
Net change from 2025-27 Adj Current Service Level	(23,426,372)	-	(5,948,237)	-	-	-	(29,374,609)	-	-
Percent change from 2025-27 Adj Current Service Level	(6.9%)	0.0%	(77.5%)	0.0%	0.0%	0.0%	(8.5%)	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 103 SB395 DUI Incarceration

Package Description Measure 73 required a mandatory minimum sentence of 90 days for individuals convicted of driving while under the influence (DUII) if the individual has previously been convicted of a DUII offence at least twice in the prior 10 years. It also directed the state to fully reimburse counties for the costs of incarcerating persons sentenced under the measure, including the costs of pretrial incarceration. Senate Bill 395 (2011) codified the measure into law and made DOC the state agency responsible for the reimbursement process. This appropriation was reduced in 2019 as a part of statewide budget cuts leaving DOC unable to reimburse counties during the 7th and 8th quarters of the following biennia. House Bill 5701 (2024) provided one-time funding to cover the expected shortfall in 2025.

This package increases the Community Corrections budget by \$3,371,218 General Fund on an on-going basis to eliminate the need for the agency to repeatedly request additional funding to meet the statutory requirement on a biennial basis.

LFO Recommendation Approve the package.

LFO Analyst Notes HB 5004 (2025)

LFO Recommended	3,371,218	-	-	-	-	-	3,371,218	-	-
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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 801 LFO Analyst Adjustments

Package Description This package includes a number of different investments totaling \$14,130,938 all funds and 18 positions (18.0 FTE) across the agency's budget

The Criminal Fines Account (CFA) is established in ORS 137.300 for the purpose of allocating collected monetary obligations in criminal actions by the State of Oregon. Statute provides a prioritized list of allocations for CFA on a biennial basis. For a variety of reasons, the amount of deposits into this account have degraded over the past few biennia, requiring that those obligations that fall at the bottom of the prioritization list will not have CFA funds available.

The Department of Corrections Community Corrections Division has historically received CFA funds and allocated them based on the grant-in-aid formula across Oregon's counties. On the statutory list, this allocation falls near the bottom, so this package decreases the Department's Other Funds limitation by \$5,948,237 and increases the General Fund budget by \$5,948,237 to move the agency away from CFA funding until further notice.

LFO Recommendation Approve the package.

LFO Analyst Notes HB 5004 (2025)

LFO Recommended	5,948,237	-	(5,948,237)	-	-	-	-	-	-
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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 840 Mandated Caseloads

Package Description The Department of Corrections is a caseload-driven agency, and adult in custody (AIC) funding is dependent on population forecasts performed by the Department of Administrative Services Office of Economic Analysis (OEA). At three points during the budget building process the budget is modified dependent on the most recent OEA population forecast: the agency request budget (ARB) based on the April 2024 forecast, the Governor's request budget (GRB) based on the October 2024 forecast, and finally as the Legislature completes their adopted budget for the biennium based on the April 2025 forecast. This package represents the final incremental change based on the April 2025 forecast.

For this division, the package reduces the mandated caseload costs by \$32,745,827 General Fund. In the initial budget building forecast in April 2024, OEA's forecast called for significant growth in the supervised population as a result of a post-pandemic return to equilibrium, coupled with the impacts of HB 4002 (2024). As a result, the Community Corrections forecast increase reflected nearly \$42 million General Fund in the Governor's requested budget. The latest April 2025 OEA forecast includes a reduction in the population based on actual population performance, reducing that need by \$32,745,827.

LFO Recommendation Approve the package.

LFO Analyst Notes HB 5004 (2025)

LFO Recommended	(32,745,827)	-	-	-	-	-	(32,745,827)	-	-
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**LFO102 - Work Session Presentation Report**  
**2025-27 Biennium**

Version: L - 01 - LFO Analyst Recommended

Cross Reference: 29100-010-00-00-00000

Health Services

	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>418,105,576</b>	-	<b>23,348,043</b>	<b>300,000</b>	-	-	<b>441,753,619</b>	<b>692</b>	<b>668.17</b>
2023-25 Ebds, SS & Admin Act	16,755,032	-	90,177	(300,000)	-	-	16,545,209	-	-
Ways & Means Actions	-	-	-	-	-	-	-	-	-
<b>2023-25 Leg Approved Budget</b>	<b>434,860,608</b>	-	<b>23,438,220</b>	-	-	-	<b>458,298,828</b>	<b>692</b>	<b>668.17</b>
<b>2023-25 Leg Approved Budget (Base)</b>	<b>434,860,608</b>	-	<b>23,438,220</b>	-	-	-	<b>458,298,828</b>	<b>692</b>	<b>668.17</b>
Summary of Base Adjustments	36,219,040	-	4,137	-	-	-	36,223,177	6	17.11
<b>2025-27 Base Budget</b>	<b>471,079,648</b>	-	<b>23,442,357</b>	-	-	-	<b>494,522,005</b>	<b>698</b>	<b>685.28</b>
010: Non-PICS Pers Svc/Vacancy Factor	5,225,246	-	(477)	-	-	-	5,224,769	-	-
020: Phase In / Out Pgm & One-time Cost	1,334,251	-	(16,423,920)	-	-	-	(15,089,669)	-	-
030: Inflation & Price List Adjustments	16,802,984	-	575,172	-	-	-	17,378,156	-	-
040: Mandated Caseload	(1,943,162)	-	-	-	-	-	(1,943,162)	16	2.08
050: Fundshifts and Revenue Reductions	6,666,935	-	(6,666,935)	-	-	-	-	-	-
<b>2025-27 Current Service Level</b>	<b>499,165,902</b>	-	<b>926,197</b>	-	-	-	<b>500,092,099</b>	<b>714</b>	<b>687.36</b>
<b>Adjusted 2025-27 Current Service Level</b>	<b>499,165,902</b>	-	<b>926,197</b>	-	-	-	<b>500,092,099</b>	<b>714</b>	<b>687.36</b>
<b>Total LFO Recommended Packages</b>	<b>3,579,427</b>	-	<b>7,730,000</b>	-	-	-	<b>11,309,427</b>	<b>(3)</b>	<b>10.92</b>
<b>2025-27 Legislative Actions</b>	<b>502,745,329</b>	-	<b>8,656,197</b>	-	-	-	<b>511,401,526</b>	<b>711</b>	<b>698.28</b>
Net change from 2023-25 Leg Approved Budget	67,884,721	-	(14,782,023)	-	-	-	53,102,698	19	30.11
Percent change from 2023-25 Leg Approved Budget	15.6%	0.0%	(63.1%)	0.0%	0.0%	0.0%	11.6%	2.8%	4.5%
Net change from 2025-27 Adj Current Service Level	3,579,427	-	7,730,000	-	-	-	11,309,427	(3)	10.92
Percent change from 2025-27 Adj Current Service Level	0.7%	0.0%	834.6%	0.0%	0.0%	0.0%	2.3%	(0.4%)	1.6%

	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 202 IT Modernization and Maintenance**

Package Description This package makes investments totaling \$4,065,759 General Fund across the agency for on-going operations and support of multiple IT systems.

In this division, the budget is increased by \$1,374,000 General Fund to support the new electronic health record system and the corresponding on-going costs.

LFO Recommendation Approve the package.

LFO Analyst Notes HB 5004 (2025)

LFO Recommended	1,374,000	-	-	-	-	-	1,374,000	-	-
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LFO102 - Work Session Presentation Report  
2025-27 Biennium

Version: L - 01 - LFO Analyst Recommended

Cross Reference: 29100-010-00-00-00000

Health Services

	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 801 LFO Analyst Adjustments**

Package Description This package includes a number of different investments totaling \$14,130,938 all funds and 18 positions (18.0 FTE) across the agency's budget

For the Health Services Division, this package makes six investments of \$12,840,093 total funds (\$5,110,083 General Fund, \$7,730,000 Other Funds) and 13 positions (13.00 FTE).

The budget is increased by \$1,521,144 General Fund to accommodate classification and compensation adjustments reflected for physicians and dentists that were negotiated after position values were initiated in the 2025-27 current service level budget build for the agency.

Second, the agencywide budget includes an increase of \$4,879,794 General fund and 18 positions (18.00 FTE) to address emergent concerns over the backlog of offsite care visits being experienced by the agency. The component of this associated with the Health Services Division is \$3,588,949 and 13 positions (13.00 FTE) for five additional Nurse Practitioners, six Office Specialists for scheduling and support, one Assistant Medical Services Administrator for the Portland/Wilsonville/Tillamook area, and one Case Manager.

Third, the agency has remaining funds from the American Rescue Plan Act (ARPA) utilized to support the conversion to electronic health records. The budget is increased by \$2,530,000 Other Funds to allow for the final disposition of those funds before the 2026 deadline.

Fourth, the agency has remaining revenue from prior bond sales in 2023-25, so the Health Services budget is increased by \$4,000,000 Other Funds to allow for those funds to be spent on the electronic health record conversion.

Finally, Other Funds limitation is increased by \$1,200,000 to allow the expenditure funds for two grant programs: the Residential Substance Abuse Treatment (RSAT) grant from Criminal Justice Commission (\$500,000 Other Funds), and the Oregon Carceral Engagement and Access Network (OCEAN) grant that connects adults in custody living with HIV and AIDS to housing and other community resources upon release (\$700,000 Other Funds).

LFO Recommendation Approve the package.

LFO Analyst Notes HB 5004 (2025)

<b>LFO Recommended</b>	<b>5,110,093</b>	<b>-</b>	<b>7,730,000</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>12,840,093</b>	<b>13</b>	<b>13.00</b>
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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 840 Mandated Caseloads

Package Description The Department of Corrections is a caseload-driven agency, and adult in custody (AIC) funding is dependent on population forecasts performed by the Department of Administrative Services Office of Economic Analysis (OEA). At three points during the budget building process the budget is modified dependent on the most recent OEA population forecast: the agency request budget (ARB) based on the April 2024 forecast, the Governor's request budget (GRB) based on the October 2024 forecast, and finally as the Legislature completes their adopted budget for the biennium based on the April 2025 forecast. This package represents the final incremental change based on the April 2025 forecast.

For this division, the package reduces the mandated caseload costs by \$2,904,666 General Fund and 16 positions (2.08 FTE). In the initial budget building forecast in April 2024, OEA's forecast called for significant growth in the population as a result of a post-pandemic return to equilibrium, coupled with the impacts of HB 4002 (2024). As a result, the prison forecast then called for the Department to open two units at the currently mothballed Deer Ridge Correctional Institution in Madras, OR. The latest April 2025 OEA forecast reflects a reduction in the population, making the opening of those units unnecessary in 2025-27. This results in the reduction of these 16 positions that include nursing, pharmacy, behavioral health, dental and supervisory roles.

LFO Recommendation Approve the package.

LFO Analyst Notes HB 5004 (2025)

LFO Recommended	(2,904,666)	-	-	-	-	-	(2,904,666)	(16)	(2.08)
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**LFO102 - Work Session Presentation Report**  
**2025-27 Biennium**

Version: L - 01 - LFO Analyst Recommended

Cross Reference: 29100-011-00-00-00000

Correctional Services

	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>86,249,733</b>	-	<b>2,761,625</b>	-	-	-	<b>89,011,358</b>	<b>232</b>	<b>230.66</b>
2023-25 Ebds, SS & Admin Act	4,531,156	-	961,454	2,029,649	-	-	7,522,259	-	-
Ways & Means Actions	-	-	-	-	-	-	-	-	-
<b>2023-25 Leg Approved Budget</b>	<b>90,780,889</b>	-	<b>3,723,079</b>	<b>2,029,649</b>	-	-	<b>96,533,617</b>	<b>232</b>	<b>230.66</b>
<b>2023-25 Leg Approved Budget (Base)</b>	<b>90,780,889</b>	-	<b>3,723,079</b>	<b>2,029,649</b>	-	-	<b>96,533,617</b>	<b>232</b>	<b>230.66</b>
Summary of Base Adjustments	5,954,970	-	-	-	-	-	5,954,970	(3)	(2.16)
<b>2025-27 Base Budget</b>	<b>96,735,859</b>	-	<b>3,723,079</b>	<b>2,029,649</b>	-	-	<b>102,488,587</b>	<b>229</b>	<b>228.50</b>
010: Non-PICS Pers Svc/Vacancy Factor	(1,376,627)	-	-	-	-	-	(1,376,627)	-	-
020: Phase In / Out Pgm & One-time Cost	362,964	-	-	-	-	-	362,964	-	-
030: Inflation & Price List Adjustments	2,076,788	-	301,917	138,016	-	-	2,516,721	-	-
040: Mandated Caseload	585,527	-	-	-	-	-	585,527	7	0.91
060: Technical Adjustments	31,596,820	-	-	-	-	-	31,596,820	92	92.00
<b>2025-27 Current Service Level</b>	<b>129,981,331</b>	-	<b>4,024,996</b>	<b>2,167,665</b>	-	-	<b>136,173,992</b>	<b>328</b>	<b>321.41</b>
<b>Adjusted 2025-27 Current Service Level</b>	<b>129,981,331</b>	-	<b>4,024,996</b>	<b>2,167,665</b>	-	-	<b>136,173,992</b>	<b>328</b>	<b>321.41</b>
<b>Total LFO Recommended Packages</b>	<b>(757,021)</b>	-	-	-	-	-	<b>(757,021)</b>	<b>(8)</b>	<b>(1.91)</b>
<b>2025-27 Legislative Actions</b>	<b>129,224,310</b>	-	<b>4,024,996</b>	<b>2,167,665</b>	-	-	<b>135,416,971</b>	<b>320</b>	<b>319.50</b>
Net change from 2023-25 Leg Approved Budget	38,443,421	-	301,917	138,016	-	-	38,883,354	88	88.84
Percent change from 2023-25 Leg Approved Budget	42.4%	0.0%	8.1%	6.8%	0.0%	0.0%	40.3%	37.9%	38.5%
Net change from 2025-27 Adj Current Service Level	(757,021)	-	-	-	-	-	(757,021)	(8)	(1.91)
Percent change from 2025-27 Adj Current Service Level	(0.6%)	0.0%	0.0%	0.0%	0.0%	0.0%	(0.6%)	(2.4%)	(0.6%)



	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 802 Vacant Position Reductions**

Package Description In a review of long-term positions vacant for nearly two years or longer, 13 positions (13.00 FTE) are being abolished for a General Fund savings of \$2.7 million across the agency. For the Correctional Services Division, this is a reduction of \$171,494 and 1 position (1.00 FTE). This represents an Administrative Specialist 1 position that has been vacant since 6/30/2020.

LFO Recommendation Approve the package.

LFO Analyst Notes HB 5004 (2025)

LFO Recommended	(171,494)	-	-	-	-	-	(171,494)	(1)	(1.00)
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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 840 Mandated Caseloads**

Package Description The Department of Corrections is a caseload-driven agency, and adult in custody (AIC) funding is dependent on population forecasts performed by the Department of Administrative Services Office of Economic Analysis (OEA). At three points during the budget building process the budget is modified dependent on the most recent OEA population forecast: the agency request budget (ARB) based on the April 2024 forecast, the Governor's request budget (GRB) based on the October 2024 forecast, and finally as the Legislature completes their adopted budget for the biennium based on the April 2025 forecast. This package represents the final incremental change based on the April 2025 forecast.

For this division, the package reduces the mandated caseload costs by \$585,527 General Fund and seven positions (0.91 FTE). In the initial budget building forecast in April 2024, OEA's forecast called for significant growth in the population as a result of a post-pandemic return to equilibrium, coupled with the impacts of HB 4002 (2024). As a result, the prison forecast then called for the Department to open two units at the currently mothballed Deer Ridge Correctional Institution in Madras, OR. The latest April 2025 OEA forecast reflects a reduction in the population, making the opening of those units unnecessary in 2025-27. This results in the reduction of these seven positions that include a Program Analyst 2, correctional counselors, a library coordinator, and a chaplain.

LFO Recommendation Approve the package.

LFO Analyst Notes HB 5004 (2025)

LFO Recommended	(585,527)	-	-	-	-	-	(585,527)	(7)	(0.91)
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LFO102 - Work Session Presentation Report  
2025-27 Biennium

Version: L - 01 - LFO Analyst Recommended

Cross Reference: 29100-086-00-00-00000

Debt Service

	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>104,194,212</b>	-	<b>1,184,175</b>	-	-	-	<b>105,378,387</b>	-	-
2023-25 Ebds, SS & Admin Act	(622,970)	-	623,100	-	-	-	130	-	-
Ways & Means Actions	-	-	-	-	-	-	-	-	-
<b>2023-25 Leg Approved Budget</b>	<b>103,571,242</b>	-	<b>1,807,275</b>	-	-	-	<b>105,378,517</b>	-	-
<b>2023-25 Leg Approved Budget (Base)</b>	<b>103,571,242</b>	-	<b>1,807,275</b>	-	-	-	<b>105,378,517</b>	-	-
Summary of Base Adjustments	(13,135,801)	-	(1,807,275)	-	-	-	(14,943,076)	-	-
<b>2025-27 Base Budget</b>	<b>90,435,441</b>	-	-	-	-	-	<b>90,435,441</b>	-	-
<b>2025-27 Current Service Level</b>	<b>90,435,441</b>	-	-	-	-	-	<b>90,435,441</b>	-	-
<b>Adjusted 2025-27 Current Service Level</b>	<b>90,435,441</b>	-	-	-	-	-	<b>90,435,441</b>	-	-
<b>Total LFO Recommended Packages</b>	-	-	-	-	-	-	-	-	-
<b>2025-27 Legislative Actions</b>	<b>90,435,441</b>	-	-	-	-	-	<b>90,435,441</b>	-	-
Net change from 2023-25 Leg Approved Budget	(13,135,801)	-	(1,807,275)	-	-	-	(14,943,076)	-	-
Percent change from 2023-25 Leg Approved Budget	(12.7%)	0.0%	(100.0%)	0.0%	0.0%	0.0%	(14.2%)	0.0%	0.0%
Net change from 2025-27 Adj Current Service Level	-	-	-	-	-	-	-	-	-
Percent change from 2025-27 Adj Current Service Level	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%

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2025-27 Biennium

Version: L - 01 - LFO Analyst Recommended

Cross Reference: 29100-088-00-00-00000

## Capital Improvements

	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>3,186,299</b>	-	-	-	-	-	<b>3,186,299</b>	-	-
2023-25 Ebds, SS & Admin Act	-	-	-	-	-	-	-	-	-
Ways & Means Actions	-	-	-	-	-	-	-	-	-
<b>2023-25 Leg Approved Budget</b>	<b>3,186,299</b>	-	-	-	-	-	<b>3,186,299</b>	-	-
<b>2023-25 Leg Approved Budget (Base)</b>	<b>3,186,299</b>	-	-	-	-	-	<b>3,186,299</b>	-	-
Summary of Base Adjustments	-	-	-	-	-	-	-	-	-
<b>2025-27 Base Budget</b>	<b>3,186,299</b>	-	-	-	-	-	<b>3,186,299</b>	-	-
030: Inflation & Price List Adjustments	133,825	-	-	-	-	-	133,825	-	-
<b>2025-27 Current Service Level</b>	<b>3,320,124</b>	-	-	-	-	-	<b>3,320,124</b>	-	-
<b>Adjusted 2025-27 Current Service Level</b>	<b>3,320,124</b>	-	-	-	-	-	<b>3,320,124</b>	-	-
<b>2025-27 Legislative Actions</b>	<b>3,320,124</b>	-	-	-	-	-	<b>3,320,124</b>	-	-
Net change from 2023-25 Leg Approved Budget	133,825	-	-	-	-	-	133,825	-	-
Percent change from 2023-25 Leg Approved Budget	4.2%	0.0%	0.0%	0.0%	0.0%	0.0%	4.2%	0.0%	0.0%
Net change from 2025-27 Adj Current Service Level	-	-	-	-	-	-	-	-	-
Percent change from 2025-27 Adj Current Service Level	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%

LFO102 - Work Session Presentation Report  
2025-27 Biennium

Version: L - 01 - LFO Analyst Recommended

Cross Reference: 29100-089-00-00-00000

Capital Construction

	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>	-	-	71,400,000	-	-	-	71,400,000	-	-
2023-25 Ebds, SS & Admin Act	-	-	-	-	-	-	-	-	-
Ways & Means Actions	-	-	-	-	-	-	-	-	-
<b>2023-25 Leg Approved Budget</b>	-	-	71,400,000	-	-	-	71,400,000	-	-
<b>2023-25 Leg Approved Budget (Base)</b>	-	-	71,400,000	-	-	-	71,400,000	-	-
Summary of Base Adjustments	-	-	(71,400,000)	-	-	-	(71,400,000)	-	-
<b>2025-27 Base Budget</b>	-	-	-	-	-	-	-	-	-
<b>2025-27 Current Service Level</b>	-	-	-	-	-	-	-	-	-
<b>Adjusted 2025-27 Current Service Level</b>	-	-	-	-	-	-	-	-	-
<b>Total LFO Recommended Packages</b>	-	-	-	-	-	-	-	-	-
<b>2025-27 Legislative Actions</b>	-	-	-	-	-	-	-	-	-
Net change from 2023-25 Leg Approved Budget	-	-	(71,400,000)	-	-	-	(71,400,000)	-	-
Percent change from 2023-25 Leg Approved Budget	0.0%	0.0%	(100.0%)	0.0%	0.0%	0.0%	(100.0%)	0.0%	0.0%
Net change from 2025-27 Adj Current Service Level	-	-	-	-	-	-	-	-	-
Percent change from 2025-27 Adj Current Service Level	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%

# Legislatively Proposed 2025 - 2027 Key Performance Measures

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**Agency:** Department of Corrections

**Mission Statement:**

The mission of the Oregon Department of Corrections is to promote public safety by holding offenders accountable for their actions and reducing the risk of future criminal behavior.

Legislatively Proposed KPMs	Metrics	Agency Request	Last Reported Result	Target 2026	Target 2027
1. Measure 17 compliance - Percentage of Adults in Custody (AIC) in compliance with 40-hour work/education requirements of the constitution (M17)		Approved	69%	80%	80%
3. Recidivism - Percent of offenders: 1. Arrested for a new crime within 3 years of release from a facility to parole/post-prison supervision; 2. Convicted of a new misdemeanor or felony within 3 years of release from a facility to parole/post-prison supervision; AND 3. Incarcerated for a new felony within 3 years of release from a facility to parole/post-prison supervision	1) Arrests for a new crime within 3 years of release	Approved	45.30%	40%	40%
	2) Convicted of a new misdemeanor or felony within 3 years of release		34.50%	30%	30%
	3) Incarcerated for a new felony within 3 years of release		13.80%	10%	10%
4. Staff Assaults - The number of Class 1 assaults on individual staff per year.		Approved	125	80	80
5. Walk-a-Ways - The number of Adult in Custody (AIC) walk-a-ways from outside work crews per year.		Approved	1	0	0
6. Reduce all Energy Usage - Reduce the annual average electricity, propane, geothermal, diesel and natural gas usage. Measure on a monthly kBtu/square foot basis.		Approved	141.70	134.66	134.66
7. Adult in Custody (AIC) Misconducts - The number of Adults in Custody (AIC) sanctioned for level 1 misconducts, including Violations Not Responsible (VNR)		Approved	963	1,000	1,000
8. Secure Custody Escapes - The number of escapes per year from secure-custody facilities (armed perimeter).		Approved	0	0	0
9. Unarmed Perimeter Escapes - The number of escapes from DOC unarmed perimeter facilities.		Approved	0	0	0
10. Leave Programs - The percentage of Adults in Custody (AIC) who complete transitional leave and non-prison leave (AIP)		Approved	84.08%	80%	80%
11. Customer Service - Percent of customers rating their satisfaction with the agency customer service as "good" or "excellent": overall customer service, timeliness, accuracy, helpfulness, expertise and availability of information.	1) Expertise	Approved	78%	80%	80%
	2) Accuracy		77%	80%	80%
	3) Helpfulness		61%	80%	80%
	4) Timeliness		73%	80%	80%
	5) Availability of Information		57%	80%	80%
	6) Overall		65%	80%	80%
12. Offsite Medical Healthcare - Percent of total Adult in Custody (AIC) healthcare encounters that occur offsite.		Approved	0.60%	1%	1%
13. OSHA Recordable Rate - Average number of OSHA recordable injuries per 100 employees who work a whole year.		Approved	3.40	5	5

Legislatively Proposed KPMs	Metrics	Agency Request	Last Reported Result	Target 2026	Target 2027
14. Criminal Assaults - Number of employees charged with or convicted of assault under ORS Chapter 163		Approved		0	0
15. Use of Force - Number of incidents of excessive use of force		Approved	4	0	0
16. Adult in Custody (AIC) and Adult on Supervision (AOS) case plans - Percentage of AICs and AOS meeting the needs identified within their case plans		Approved			
2. Successful Completion of Treatment, Education, and/or Cognitive Programming - Percentage of moderate/high-risk released Adults in Custody (AIC) with an identified education, cognitive, or treatment need who successfully completed at least one of the identified need programs before release.		Proposed Delete	78.42%		

**LFO Recommendation:**

The Department proposed deleting KPM #2 in 2023, but the measure was kept pending the establishment of a new KPM. The agency has established KPM #16 (see comments below), so KPM #2 is proposed for deletion now.

KPM #7 had an established target of 1,300 dating back 3 biennia, and the data indicates that the target is substantially higher than the results, most recently at 963. The new target for KPM #7 is proposed at 1,000.

KPM #12 was originally created to measure the agency's success at better supplying onsite care for a variety of medical needs, but with the recent concerns around the offsite care backlog, the agency will be modifying this KPM in 2025-27.

KPM #13 has a new proposed target of 5.00 versus the traditional 6.50 due to actual performance exceeding the goal in past biennia.

KPM#14 was new in 2023-25 and the agency plans to start reporting data for 2025. The target is established as 0.

KPM #16 was new in 2023-25 and the agency did not have the resources to write the queries necessary to report. Those resources are now in place and data will be reported during the 2025-27 biennium. No targets are established until we see initial data returns.

The Legislative Fiscal Office recommends approval of the Key Performance Measure's and targets as proposed.

**SubCommittee Action:**