



OREGON
DEPARTMENT OF
ENERGY

ODOE 2023-25 Agency Request Budget

**Public Budget Meeting
July 25, 2022**

HOW THIS MEETING WILL BE FACILITATED

Panelists and Attendees

- **Panelists** – ODOE staff will walk through our 2023-25 budget information and be available in the chat to review questions and feedback.
- **Attendees** – Please feel free to use the chat function for questions and feedback. Please raise your hand if you would like to ask a question aloud.

Community Agreements:

- Be present and ready to learn.
- Be respectful to others.
- Learning happens outside of our comfort zones.
- Listen to learn first, and to supply information or perspectives second.
- Thank you for being flexible and patient around any technology needs or changes.
- If you need something at this meeting, please ask for it!
- Technical issues or questions: Contact “**Host**” in the chat.

USING WEBEX

Audio Options

Mute *Microphone On*

Unmute *Microphone Off*

Speaker

- Use system setting (ThinkPad USB-...)
- Headset Earphone (ThinkPad USB-...)
- Speakers (Realtek(R) Audio)
- E1342CKR (Intel(R) Display Audio)

Microphone

- Use system setting (ThinkPad USB-...)
- Microphone Array (Realtek(R) Audio)
- Headset Microphone (ThinkPad US-...)

Webex smart audio

Noise removal

Audio settings...

You're using computer for audio

Switch audio

You can check Speaker and Microphone settings by clicking the arrow next to Mute/Unmute.

Second Raise Hand Option

You can also click on the hand next to your name in the Participant list to raise your hand.

Click on Lower hand when you are done.

Chat

You can chat to Everyone in the meeting.

You can send a private message to the Host or Presenter (or all Panelists when there is a Panel).

Reactions

Click to Raise your hand.

Click on Lower hand when you are done.



OREGON DEPARTMENT OF ENERGY

Leading Oregon to a safe, equitable, clean, and sustainable energy future.

Our Mission

The Oregon Department of Energy helps Oregonians make informed decisions and maintain a resilient and affordable energy system. We advance solutions to shape an equitable clean energy transition, protect the environment and public health, and responsibly balance energy needs and impacts for current and future generations.

What We Do

On behalf of Oregonians across the state, the Oregon Department of Energy achieves its mission by providing:

- A Central Repository of Energy Data, Information, and Analysis
- A Venue for Problem-Solving Oregon's Energy Challenges
- Energy Education and Technical Assistance
- Regulation and Oversight
- Energy Programs and Activities

STATE OF OREGON BUDGETING PROCESS

Current Service Level Budget

ODOE begins with the 2021-23 LAB, makes Base budget adjustments, and completes the required CSL packages

Agency Request Budget

ODOE adds to the CSL budget any policy option packages that address program needs and policy responsibilities

Governor's Budget

The Governor's Office and the Chief Financial Office build on and may revise the Agency Request Budget. The results are presented to the Legislature for consideration.

Legislatively Adopted Budget

Legislative committees review proposed budgets and hold public hearings before the full Legislature votes on each agency's budget.

KEY BUDGET TAKEAWAYS

- State budgeting is an iterative process; this is still the beginning (with a final budget by June 2023).
- The Agency Request Budget (ARB) includes additional resources to meet agency needs, funded mostly through General Fund and federal funds.
- The ARB reflects changes to our Current Service Level Budget and incorporates feedback from the Energy Advisory Work Group earlier this summer.
- The legislature has expanded ODOE's budget in recent years by adding General Fund to finance new incentive programs; this has diversified ODOE's revenues and reduced pressure on the Energy Supplier Assessment (ESA).
- ODOE is facing increased costs due to inflation, personnel, and State Government Service Charges (29% increase since 2021-23).
- The ARB estimate for the 2023-25 ESA is \$16,691,879, which would be a 6.7% increase over the 2021-23 assessment. This will go down as federal funds come into the agency.
 - Federal funds will be incorporated as they become available in later stages of the iterative state budgeting process.

DEFINITIONS OF BUDGET CATEGORIES

Personal Services: Employee gross compensation (salary, pay differentials, other payroll expenses). Includes state temporary personnel services.

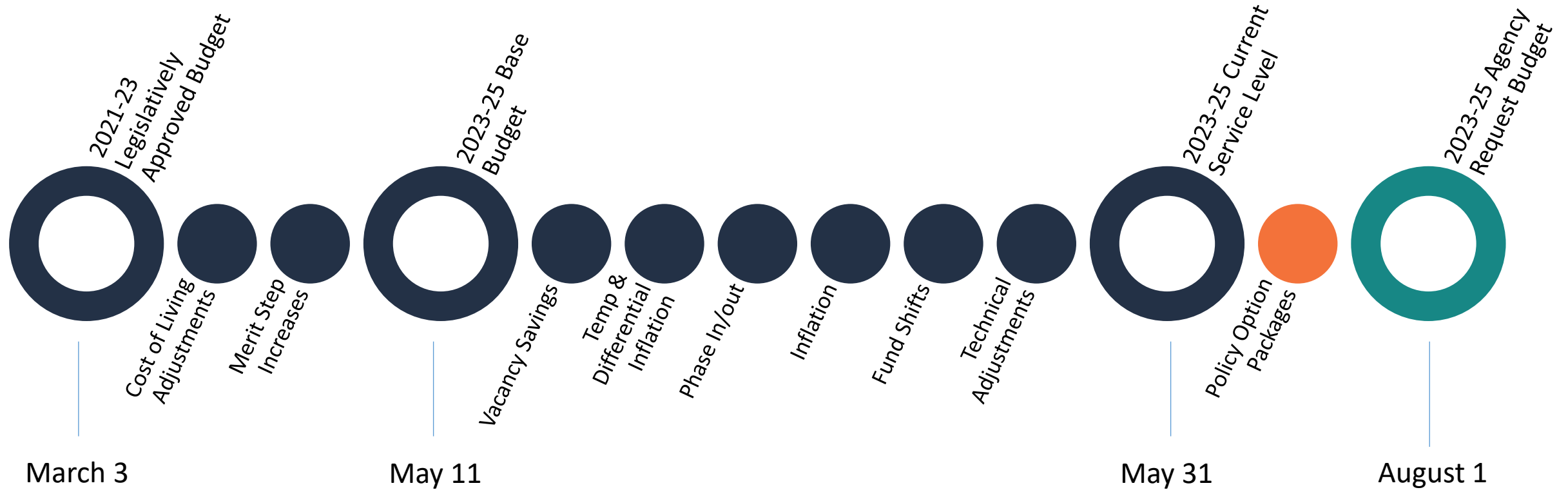
- **Other Payroll Expenses (OPE):** Expenses other than salaries paid for state employees. These include retirement payments, Social Security Taxes, and health insurance costs.

Services and Supplies: Expenditures for business operations. Examples: personal service contracts, IT equipment, publishing, office supplies, travel, utilities, rent, and maintenance and repair of equipment and buildings.

Special Payments: Budgeted transfers and payments where goods and services are not received in return. Paying out contributions, loans, deposits, or collections. Also, paying federal or state funds to eligible people, cities, counties, quasi-public agencies, and others.

Debt Service: Expenditures for principal, interest, and premiums related to payment of state debt.

DEVELOPING A STATE AGENCY REQUEST BUDGET



SIGNIFICANT CHANGES IN 2023-25 BASE BUDGET

Personal Services Adjustments

- Cost of living
- Merit Step increases:
 - Partially implemented in 2021-23. ODOE absorbed the increased personal services costs to avoid increasing the ESA assessment for 2022.
 - These adjustments are fully implemented in 2023-25 Base budget.
- Removal of limited duration positions associated with programs required to be phased out at CSL

SIGNIFICANT CHANGES IN 2023-25 CURRENT SERVICE LEVEL BUDGET

Pkg 021: Phase In of Services and Supplies, Capital Outlay, and Special Payments

- Phase in of Energy Security Plan Federal Funds

Pkg 022: Phase Out of Services and Supplies, Capital Outlay and Special Payments

- Phase out of Energy Incentive Programs one time funding (Solar + Storage Rebate, Wildfire Relief, Community Renewable Grant and Heat Pump programs), SELP GF Debt Services, limited duration position related S&S, and S&S and Special Payments related to expiring Federal Funds

Pkg 030: Inflation on Services and Supplies, Capital Outlay, and Special Payments

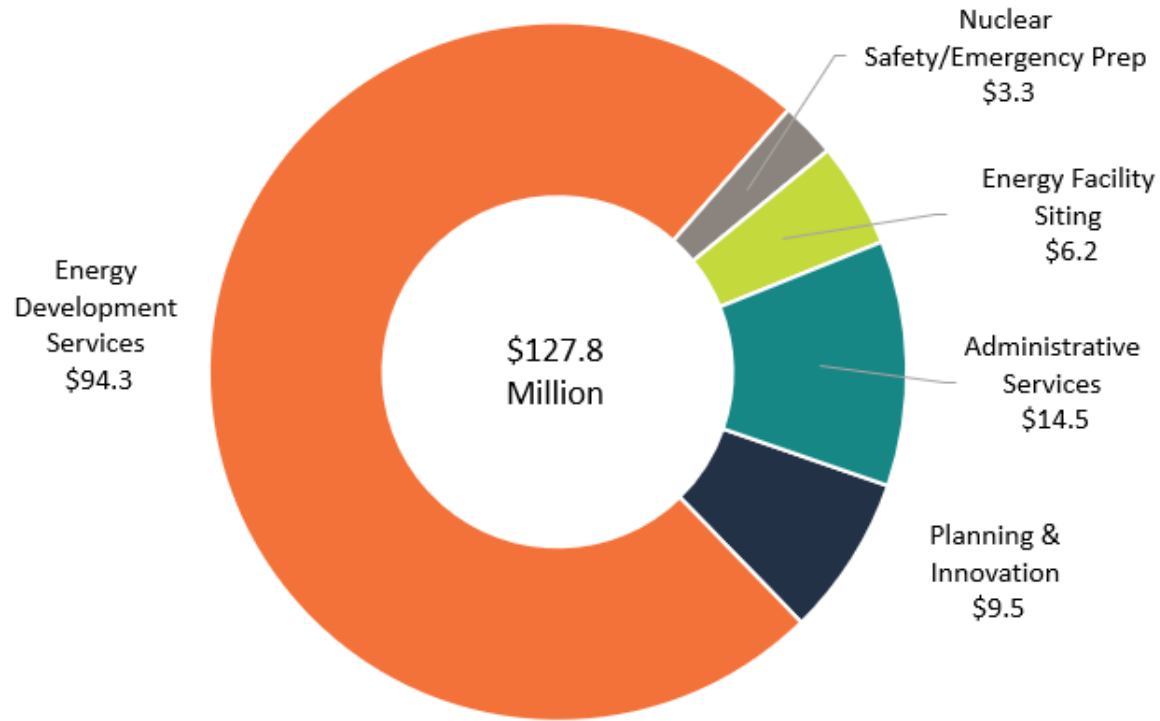
- Regular 4.2%
- Professional Services 8.8%
- State Government Service Charge – 29% – DAS provides \$ to enter
- Attorney General 17.7%

Pkg 050: Fund Shifts

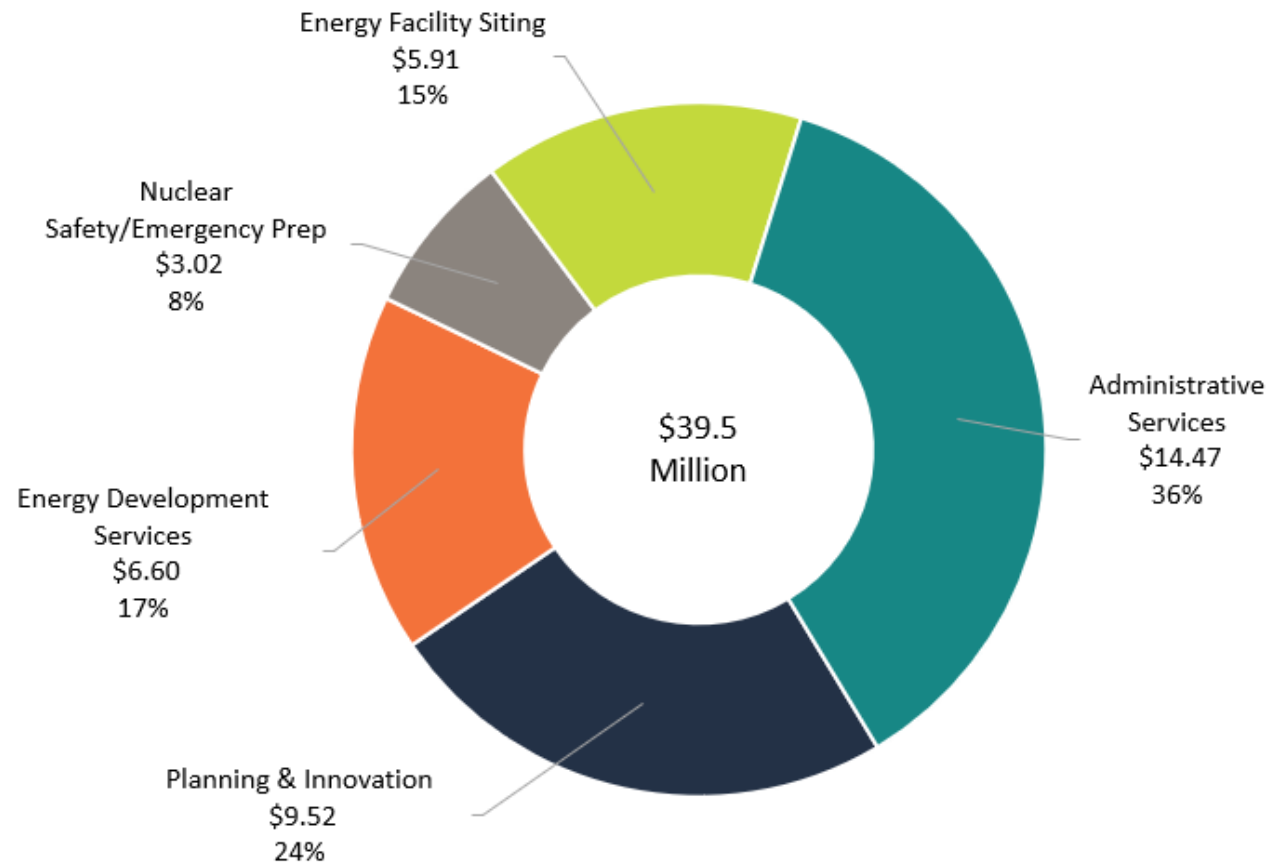
- Shift \$99,937 off Other Funds onto Federal Funds in Nuclear Safety & Emergency Preparedness

ODOE'S 2023-25 AGENCY REQUEST BUDGET

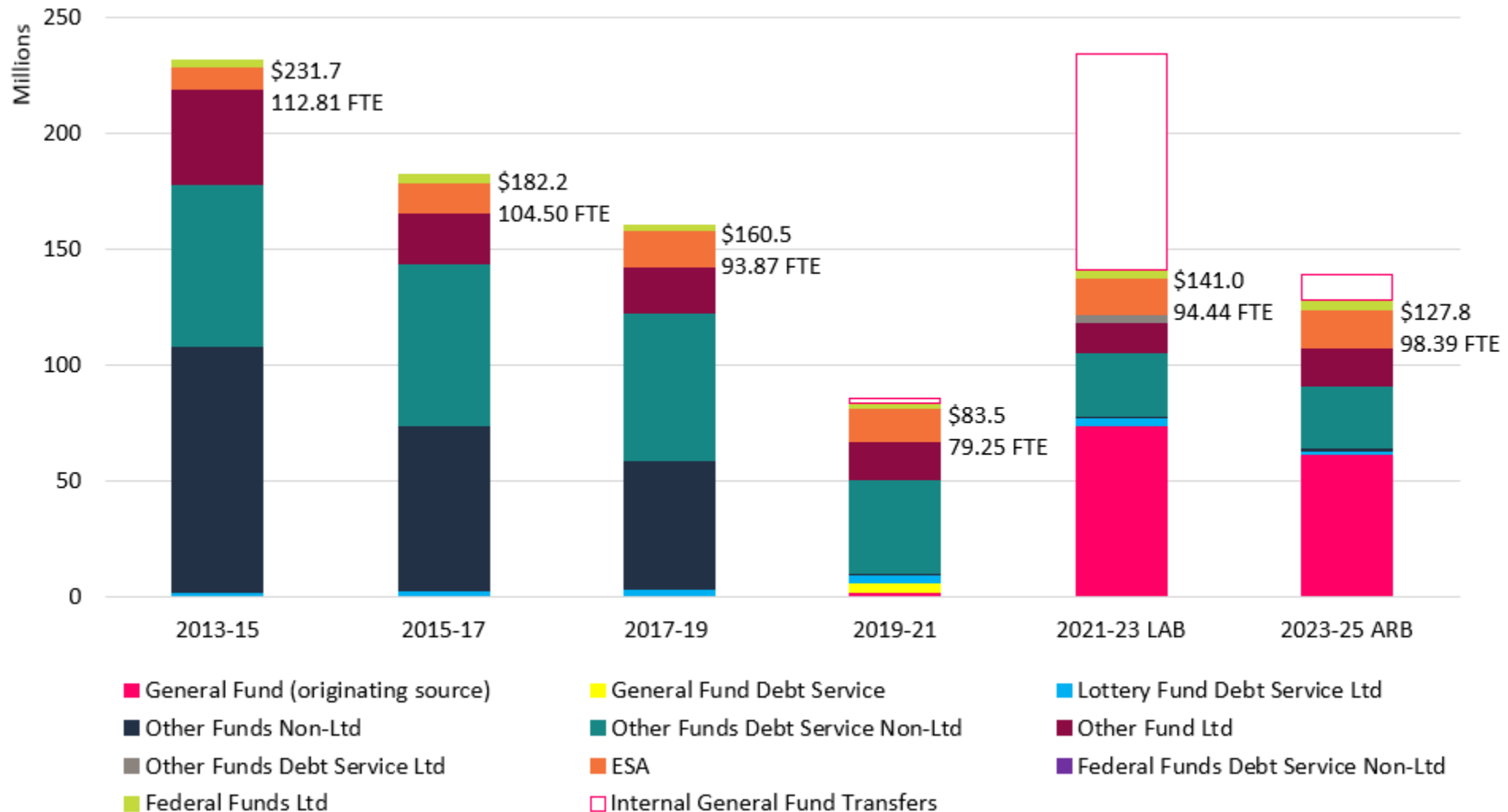
2023-25 Agency-wide ARB



2023-25 Agency Operating ARB



HISTORY OF ODOE'S BIENNIAL BUDGETS



FUNDING THE ODOE BUDGET

Funding sources:

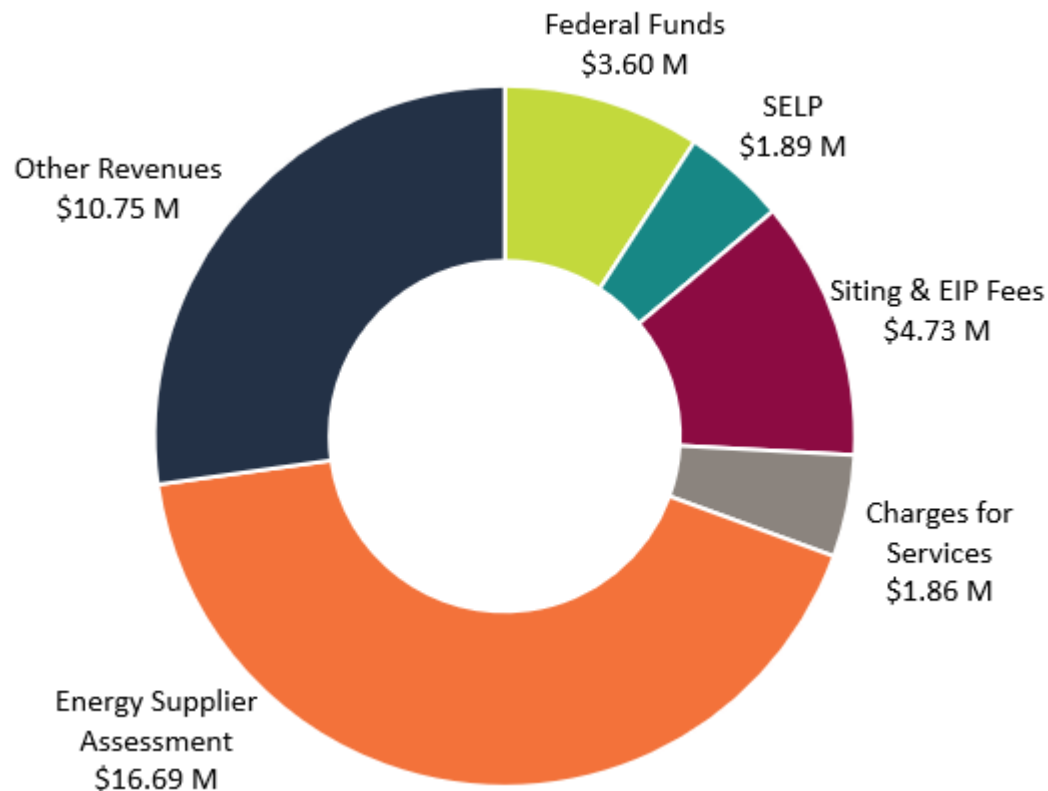
- Federal funds
- Fees and charges for services
- Energy Supplier Assessment
- SELP borrowers paying off their principals plus interest
- General Fund for incentive programs and policy option packages

We actively seek out new federal funds and carefully manage our fees for services.

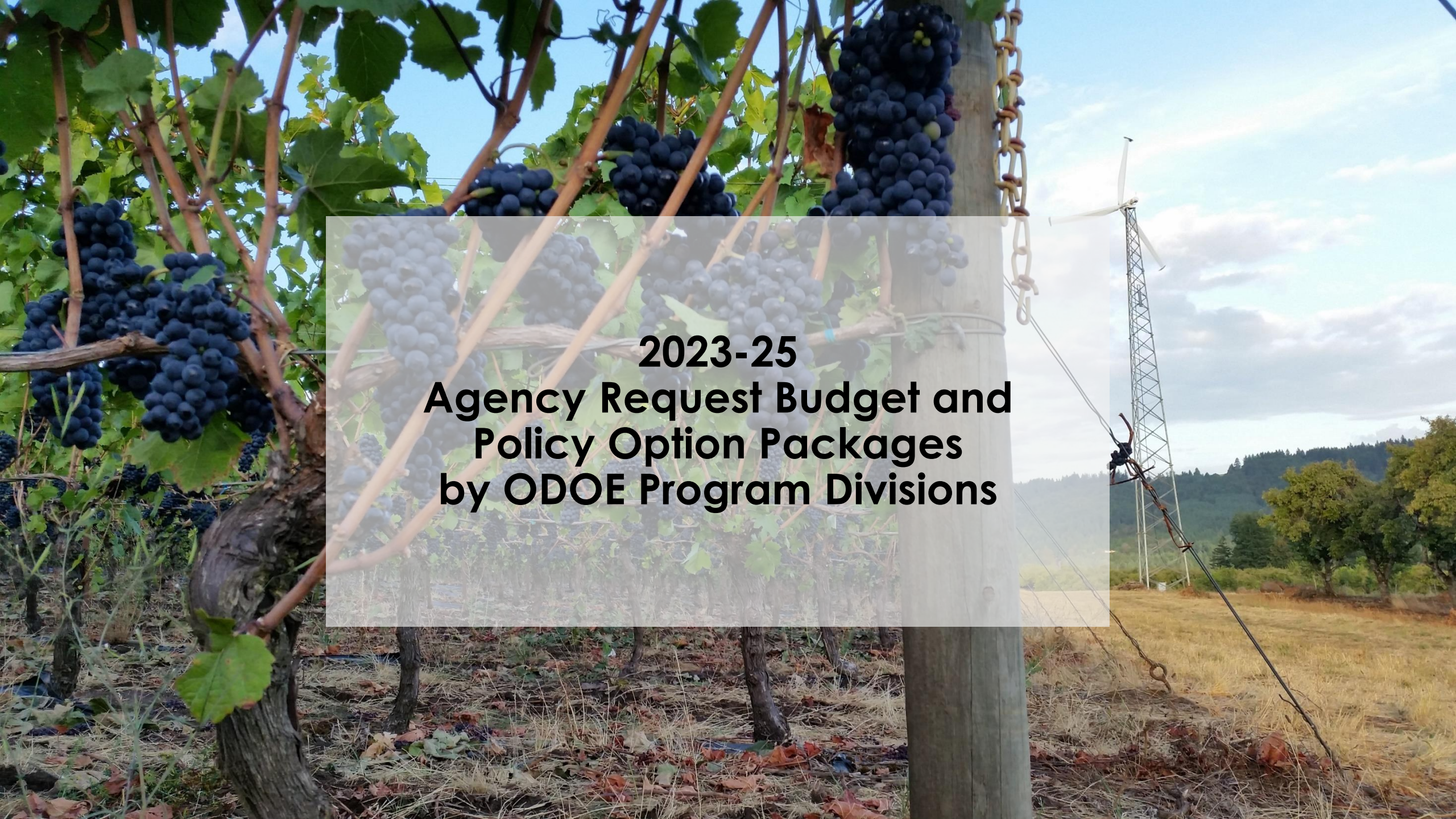
The Energy Supplier Assessment is charged to fuel providers and utilities producing energy in Oregon, with exemptions built in. All Oregonians pay for ESA when they pay for energy – for about \$1.84 a year for each Oregonian, the ESA funds statutorily-required energy programs.

FUNDING ODOE'S 2023-25 OPERATING BUDGET

2023-25 ARB Revenues: \$39.5 Million

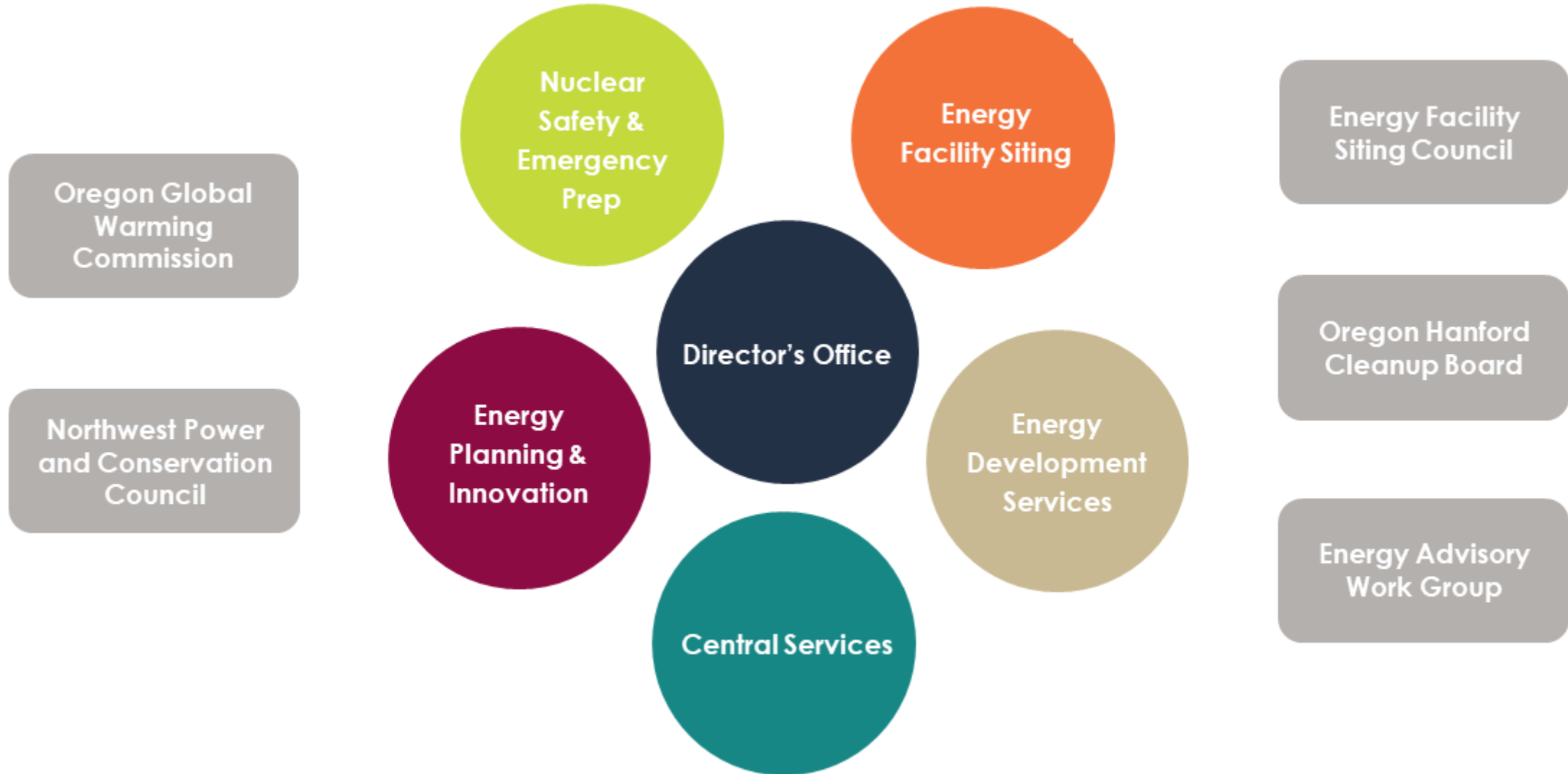


- Chart shows the 2023-25 estimated operating revenues
- \$16.69 million ESA up from \$15.64 million in 2021-23.
- Charges for Services include Public Purpose Charge, Energy Northwest, NEEA, NW Power & Conservation Council
- Other Revenues include third-party reimbursements, interest, miscellaneous projects, and General Fund.
- Federal Revenue includes Hanford grants, State Energy Program grant, and Energy Security Plan grant.



**2023-25
Agency Request Budget and
Policy Option Packages
by ODOE Program Divisions**

AGENCY PROGRAM DIVISIONS AND STANDING COUNCILS/GROUPS



ESA DETAIL: AGENCY TOTAL

	OREGON DEPARTMENT OF ENERGY						
Agency Totals	19-21 Actuals	21-23 LAB	23-25 ARB	% ESA	23-25 ESA	23-24 ESA	24-25 ESA
Personal Services	19,595,578	26,757,112	28,000,494		12,961,627	6,480,814	6,480,813
Services & Supplies							
Travel & Training	187,255	722,065	704,823		255,332	127,666	127,666
General Ofc & Ops	3,218,066	4,840,872	5,377,575		2,023,291	1,011,645	1,011,646
Professional Services	1,437,496	3,973,366	3,641,410		718,460	359,230	359,230
AG Fees	1,082,980	1,782,912	1,798,252		712,329	356,164	356,165
Special Payments	4,810,768	65,879,282	58,573,930		20,840	10,420	10,420
Debt Service	69,651,203	37,053,870	29,669,738		-	-	-
Total Less Internal General Fund Transfers	\$ 99,983,346	\$ 141,009,479	\$ 127,766,222	13%	\$ 16,691,879	\$ 8,345,939	\$ 8,345,940
Internal General Fund Transfers	\$ 1,940,000	\$ 93,500,000	\$ 11,500,000				
Total	\$ 101,923,346	\$ 234,509,479	\$ 139,266,222	12%	\$ 16,691,879	\$ 8,345,939	\$ 8,345,940

ENERGY PLANNING & INNOVATION

Provide information, analysis, technical assistance, and project management to achieve cost-effective energy efficiency, promote an equitable energy transition, expand the use of renewable and alternative energy sources, promote sustainable transportation, and combat climate change.

Energy Efficiency

- Help state agencies, schools, tribes, businesses, nonprofits, industries, and farmers **improve energy efficiency**.
- Secure Oregon's continued high ranking on the list of **most energy-efficient states**.
- Guide implementation of **Home Energy Scoring**.
- Administer the **1.5% Green Energy Technology** program.
- Keep Oregon's **appliance energy efficiency standards** in top tier of the nation.
- Implement **Executive Order 17-20**, Efficiency in Built Environment.

Renewable Energy

- Promote the responsible development of **diverse energy resources**.
- Address renewable energy **market challenges and opportunities**.
- Provide research and technical assistance on **emerging technologies** like smart grid, demand response, & energy storage.
- Review and certify generating facilities for the **Renewable Portfolio Standard**.
- Study and report on **RTO, small-scale renewables, offshore wind, and renewable hydrogen**.

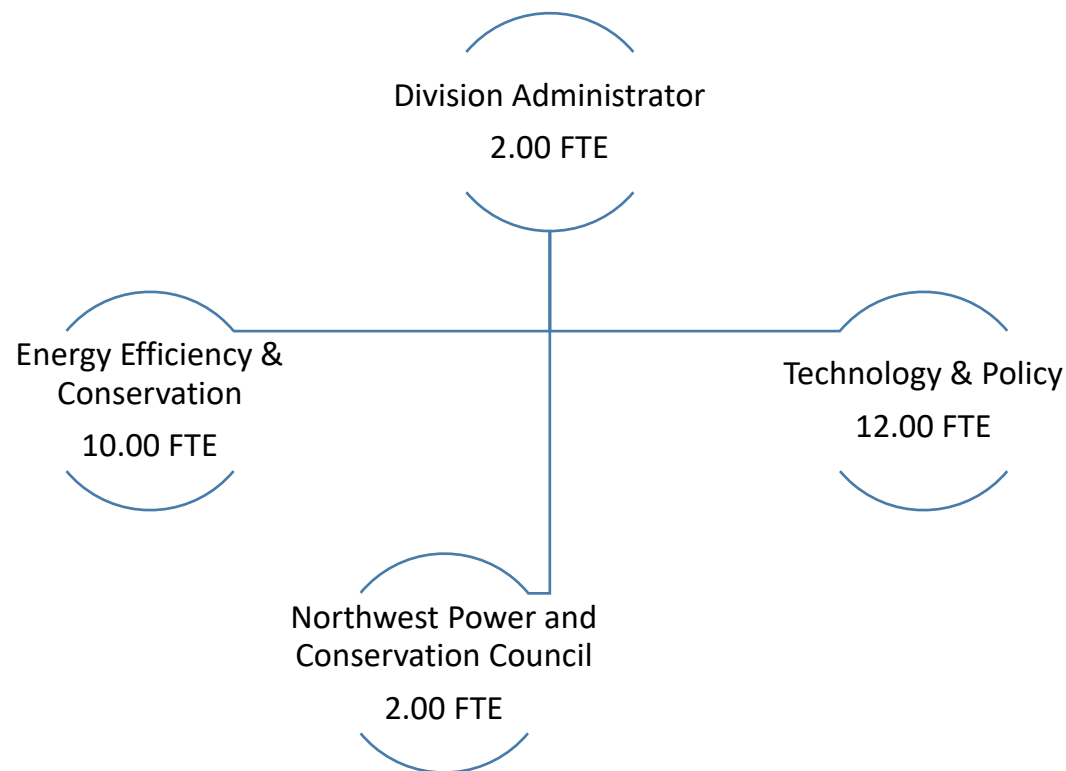
Sustainable Transportation

- Provide **research and analysis** on alternative fuels and reducing fuel consumption.
- Develop the **Biennial Zero Emission Vehicle Report**.
- Maintain the **Go Electric Oregon** and **EV Dashboard** webpages.
- Advance projects to expand the **supply of and infrastructure for alternative transportation** fuels such as locally-produced biofuels, electricity, and renewable natural gas.
- Implement **Executive Order 17-21**, Accelerating Zero Emission Vehicle.

Climate Change and Resilience

- Staff and provide climate change **policy expertise** and administrative support to the Oregon Global Warming Commission.
- Develop the **TIGHGER Project** to help create the **Roadmap to 2035**.
- Develop comprehensive state-specific **climate vulnerability assessment for the energy sector**.
- Implement **Executive Order 20-04** to reduce and mitigate GHG emissions.
- Work to **improve the resilience** of Oregon's energy sector.

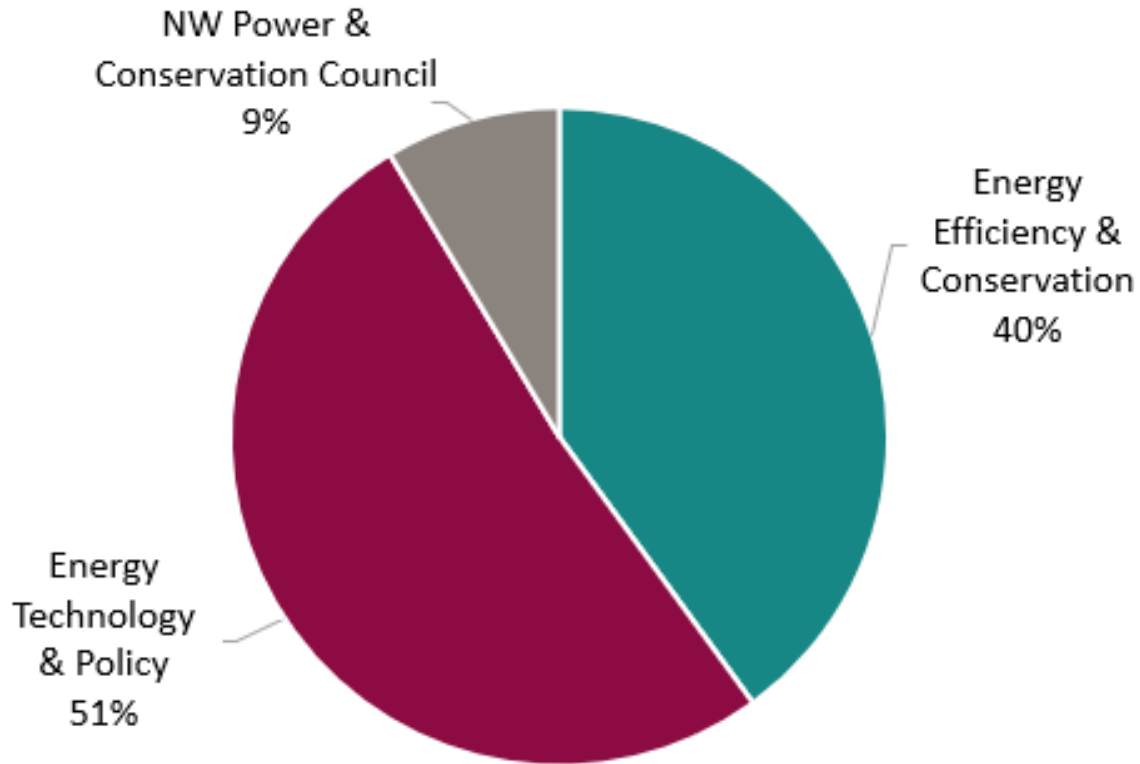
PLANNING & INNOVATION – OUR TEAM



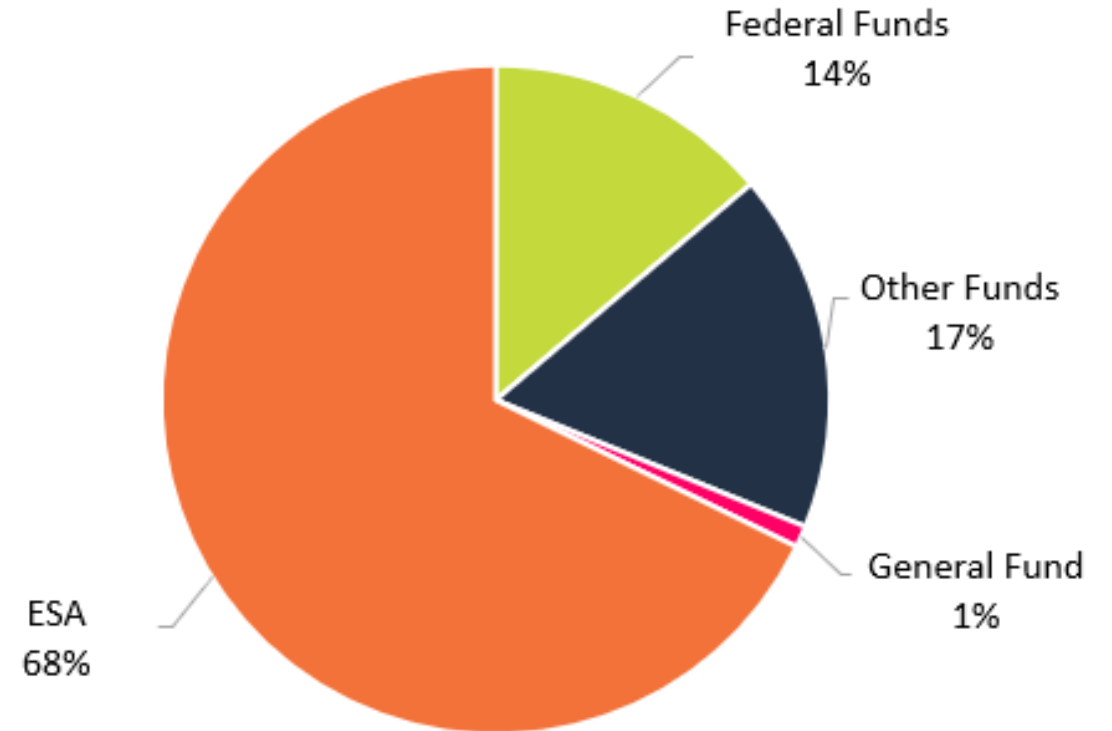
- 26 staff
- 25% of ODOE employees
- Includes 1 FTE for Policy Option Package
- Includes Oregon's representatives on the Northwest Power and Conservation Council.

ENERGY PLANNING AND INNOVATION

Budget Breakdown



Funding Sources



ESA DETAIL – PLANNING AND INNOVATION

PLANNING & INNOVATION							
Planning & Innovation Totals	19-21 Actuals	21-23 LAB	23-25 ARB	% ESA	23-25 ESA	23-24 ESA	24-25 ESA
Personal Services	6,328,340	8,215,828	8,322,004		5,828,891	2,914,446	2,914,445
Services & Supplies							
Travel & Training	53,718	174,946	155,372		69,490	34,746	34,744
General Ofc & Ops	71,130	119,138	162,887		63,620	31,811	31,809
Professional Services	138,026	655,360	693,235		323,713	161,857	161,856
AG Fees	20,328	155,094	182,500		158,077	79,039	79,038
Special Payments	44,058	20,000	20,840		20,840	10,420	10,420
Total	\$ 6,655,600	\$ 9,340,366	\$ 9,536,838	68%	\$ 6,464,631	\$ 3,232,319	\$ 3,232,312

ESA DETAIL – PLANNING AND INNOVATION SECTIONS

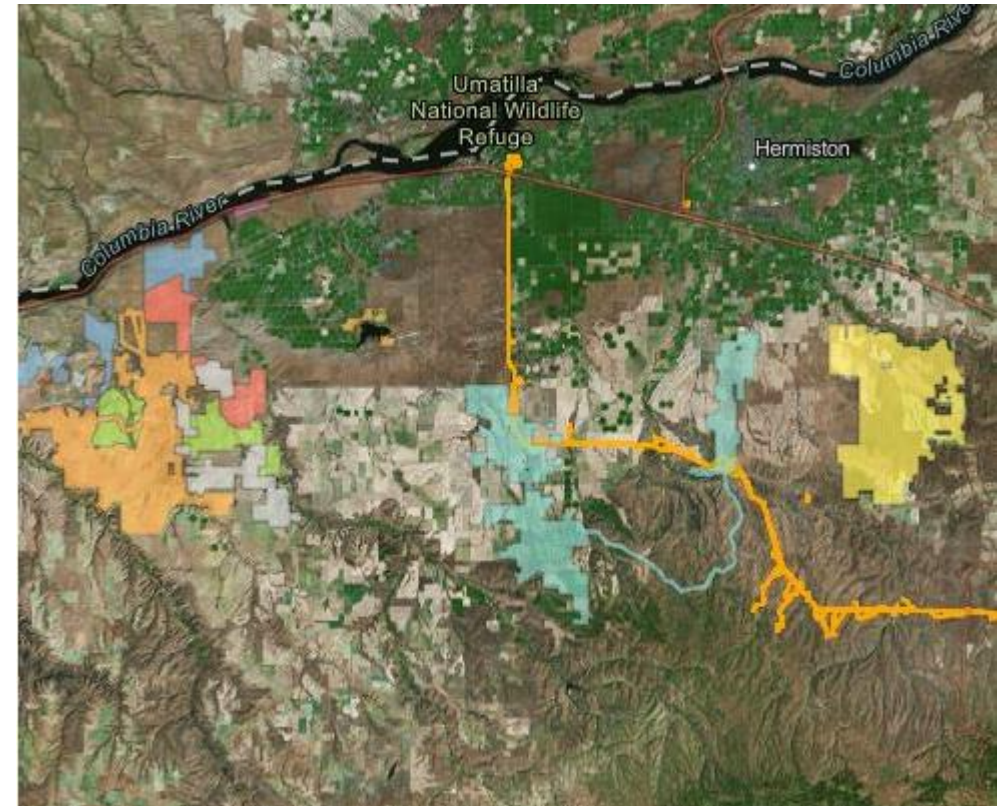
ENERGY EFFICIENCY & CONSERVATION							
Energy Efficiency & Conservation Totals	19-21 Actuals	21-23 LAB	23-25 ARB	% ESA	23-25 ESA	23-24 ESA	24-25 ESA
Personal Services	3,102,149	3,359,783	3,381,712		1,932,602	966,301	966,301
Services & Supplies							
Travel & Training	27,990	69,326	72,237		20,411	10,206	10,205
General Ofc & Ops	41,334	17,030	17,744		13,637	6,819	6,818
Professional Services	115,266	250,642	272,698		-	-	-
AG Fees	13,311	48,433	56,992		32,569	16,285	16,284
Special Payments	-	10,000	10,420		10,420	5,210	5,210
Total	\$ 3,300,050	\$ 3,755,214	\$ 3,811,803	53%	\$ 2,009,639	\$ 1,004,821	\$ 1,004,818
ENERGY TECHNOLOGY & POLICY							
Energy Technology & Policy Totals	19-21 Actuals	21-23 LAB	23-25 ARB	% ESA	23-25 ESA	23-24 ESA	24-25 ESA
Personal Services	3,226,191	4,028,635	4,119,279		3,896,289	1,948,145	1,948,144
Services & Supplies							
Travel & Training	25,728	105,620	83,135		49,079	24,540	24,539
General Ofc & Ops	29,796	102,108	145,143		49,983	24,992	24,991
Professional Services	22,760	404,718	420,537		323,713	161,857	161,856
AG Fees	7,017	106,661	125,508		125,508	62,754	62,754
Special Payments	44,058	10,000	10,420		10,420	5,210	5,210
Total	\$ 3,355,550	\$ 4,757,742	\$ 4,904,022	91%	\$ 4,454,992	\$ 2,227,498	\$ 2,227,494
NORTHWEST POWER & CONSERVATION COUNCIL							
Northwest Power & Conservation Totals	19-21 Actuals	21-23 LAB	23-25 ARB	% ESA	23-25 ESA	23-24 ESA	24-25 ESA
Personal Services	-	827,410	821,013		-	-	-
Services & Supplies							
Travel & Training	-	-	-		-	-	-
General Ofc & Ops	-	-	-		-	-	-
Professional Services	-	-	-		-	-	-
AG Fees	-	-	-		-	-	-
Special Payments	-	-	-		-	-	-
Total	\$ -	\$ 827,410	\$ 821,013	0%	\$ -	\$ -	\$ -

ENERGY PLANNING & INNOVATION

PROPOSED POLICY OPTION PACKAGE

GIS Research Analyst

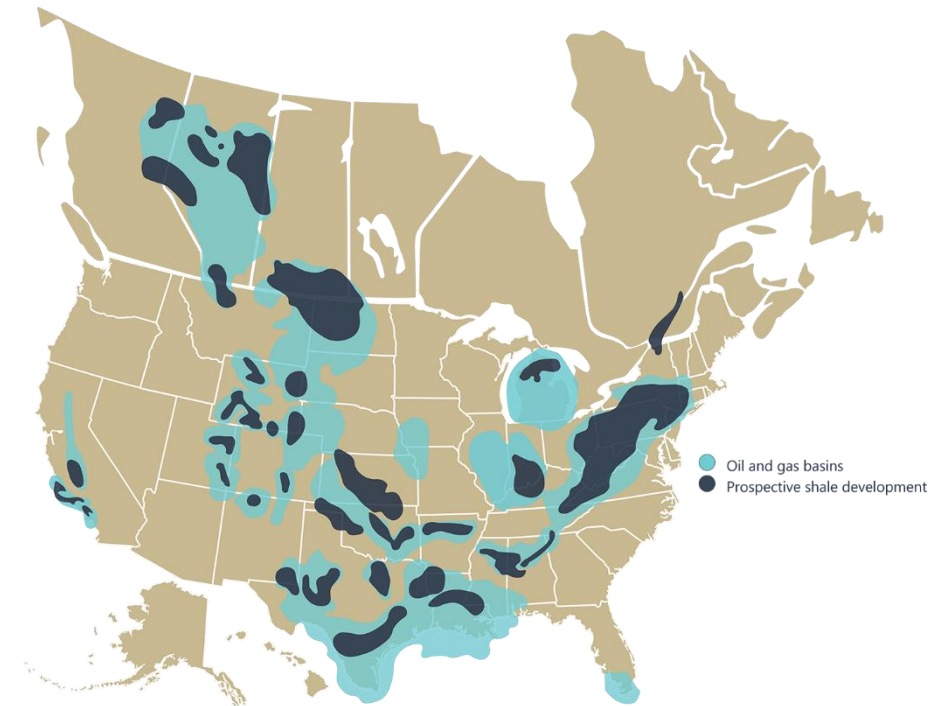
- Agency-wide, with most work coming from P&I Division
- Geospatial data analysis, GIS mapping, statistical analysis, data visualizations
- 1 FTE
- Estimated cost: \$240,123
- Combination of funds, including \$69,300 of ESA



ENERGY PLANNING & INNOVATION PROPOSED POLICY OPTION PACKAGE

Energy Research Fund

- Agency-wide, with most work coming from P&I Division
- Establish a research fund to contract with outside firms for studies, research, and analysis to supplement existing agency resources
- Estimated cost: \$250,000 ESA; plan to shift to Federal Funds when available



ENERGY DEVELOPMENT SERVICES

State incentives to bring down the consumer cost of clean energy, resilience, and energy efficiency.

Oregon Solar + Storage Rebates

- Established in **2019 by HB 2618**, launched in 2020 with \$2 million initial budget.
- Provides **rebates for solar and solar with paired storage** for residential customers and low-income service providers.
- **Additional \$15 million** in General Fund allocated in 2021/2022 to continue the program.
- Projects have been awarded in **29 of Oregon's 36 counties**.
- Program received a **State Leadership in Clean Energy Award** in 2022.

Community Renewable Energy Grants

- Established in **2021 by HB 2021**, launched in 2022.
- Provides **grants for planning and constructing** renewable energy and energy resilience projects.
- Available to **Tribes, consumer-owned utilities, and public bodies**.
- Opened four opportunity announcements in the **spring of 2022 with initial \$12 million available**.
- ODOE will make additional rounds of **funding available through 2024**.

Energy Efficient Wildfire Rebuilding

- Established in **2021 by HB 5006**, launched in 2022.
- Provides incentives of \$18,000 or more for **energy efficient rebuilding** of structures lost in the 2020 Labor Day wildfires.
- Households with **lower incomes are eligible for higher incentive** amounts.
- Oregonians replacing **manufactured homes** can receive an incentive for an energy efficient model and one for installing a heat pump.
- **Affordable multifamily housing** rebuilds are eligible for higher incentives.

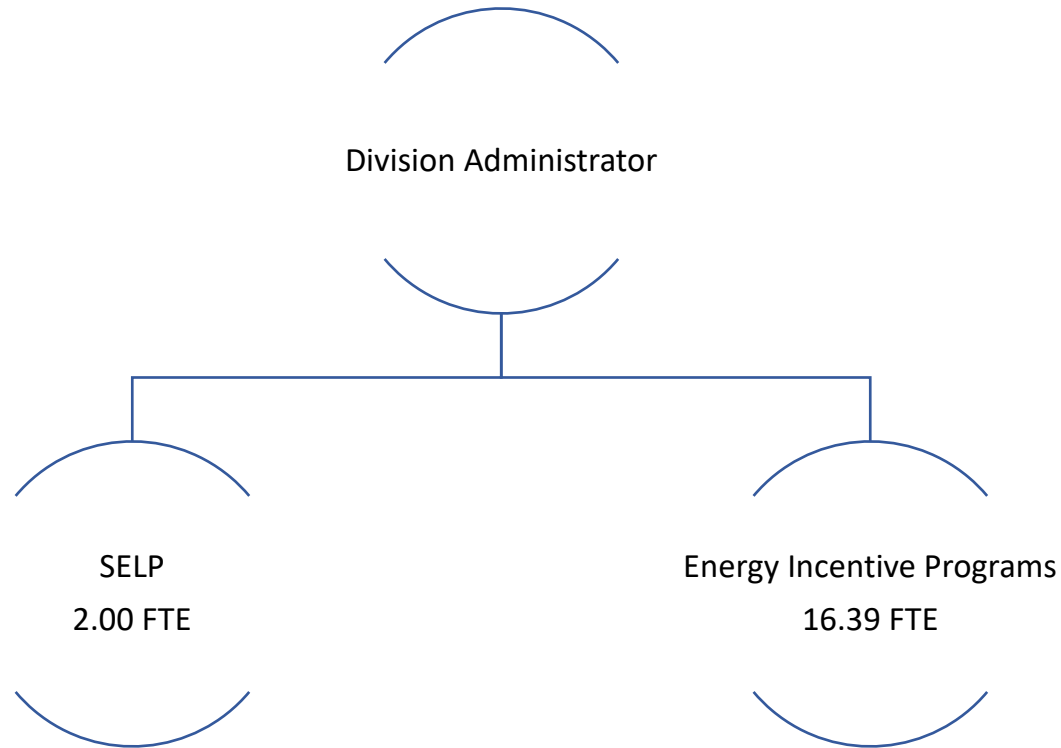
Heat Pump Programs

- Established in **2022 by SB 1536**, some program roll-out is expected in 2022.
- ODOE will fund a \$2 million grant for a **Community Cooling Center program** for extreme heat events.
- ODOE will develop a \$10 million **heat pump deployment program** and a \$15 million **grant/rebate program** for installation of heat pumps by landlords.
- ODOE will also **conduct a Cooling Needs Study** to identify existing cooling – as well as barriers to cooling access – in government-supported housing.

Legacy Programs

- Tax credit programs sunset in 2017, with careful **stewardship to close down**.
- ODOE issued its final Renewable Energy Development Grants in 2019. Since 2012, ODOE awarded over **\$9 million for 92 renewable projects**. Final compliance activities continue.
- For Small-Scale Energy Loan Program, ODOE continues to **manage the existing loan portfolio** and work to reduce SELP's legacy deficit.

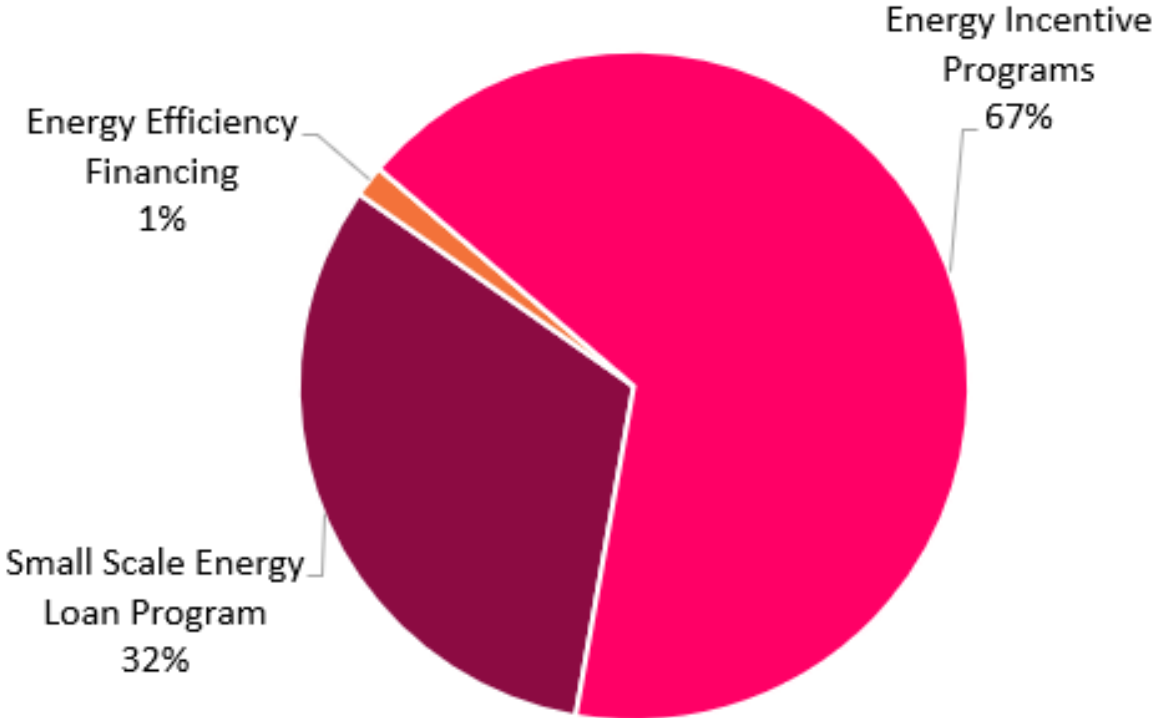
ENERGY DEVELOPMENT SERVICES – OUR TEAM



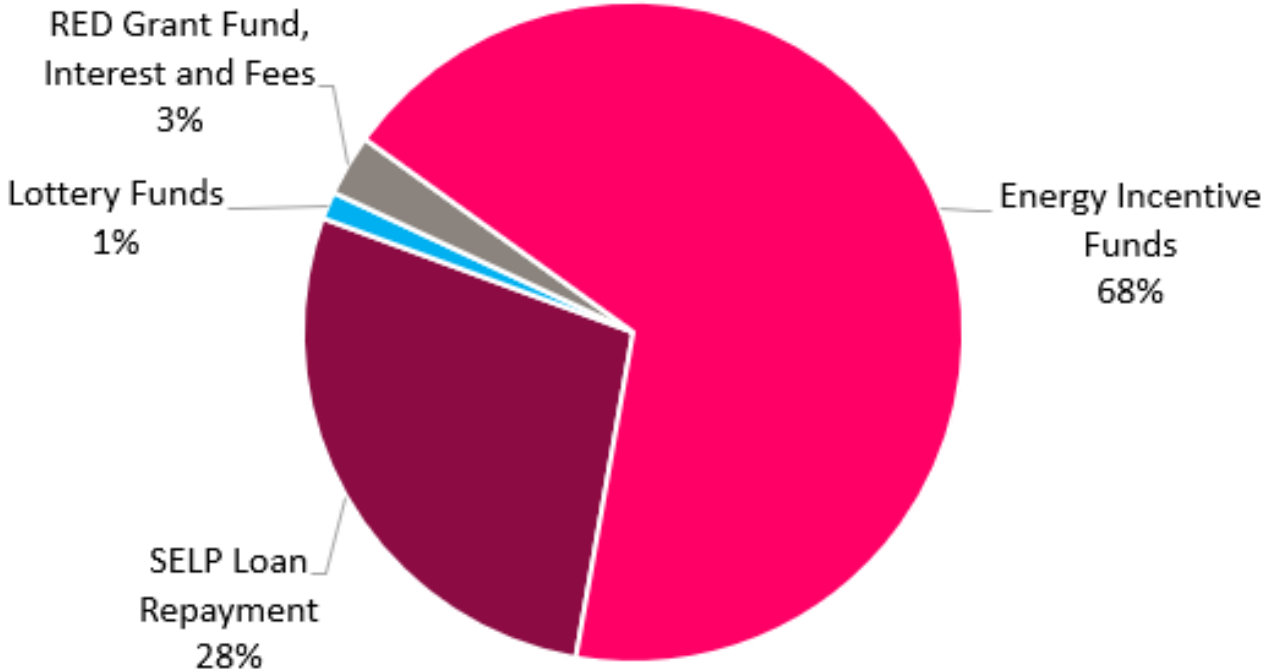
- 21 staff
- 21% of ODOE employees
- Includes staff for Solar Rebate, Wildfire Relief, C-REP, and Heat Pump Programs
- Division Administrator's FTE appears in the Central Services budget

ENERGY DEVELOPMENT SERVICES

Budget Breakdown



Funding Sources



ESA DETAIL – ENERGY DEVELOPMENT SERVICES

	ENERGY DEVELOPMENT SERVICES						
Energy Development Services Totals	19-21 Actuals	21-23 LAB	23-25 ARB	% ESA	23-25 ESA	23-24 ESA	24-25 ESA
Personal Services	702,201	3,635,426	4,298,742		-	-	-
Services & Supplies							
Travel & Training	7,494	98,614	84,873		-	-	-
General Ofc & Ops	290,703	1,282,840	982,191		-	-	-
Professional Services	85,316	1,420,691	697,046		-	-	-
AG Fees	50,840	650,523	541,179		-	-	-
Special Payments	4,201,554	65,243,143	58,023,022		-	-	-
Debt Service	69,651,203	37,053,870	29,669,738		-	-	-
Total Less Internal General Fund Transfers	\$ 74,989,311	\$ 109,385,107	\$ 94,296,791	0%	\$ -	\$ -	\$ -
Internal General Fund Transfers	\$ 1,940,000	\$ 93,500,000	\$ 11,500,000				
Total	\$ 76,929,311	\$ 202,885,107	\$ 105,796,791	0%	\$ -	\$ -	\$ -

ESA DETAIL – ENERGY DEVELOPMENT SERVICES SECTIONS

	ENERGY EFFICIENCY FINANCING						
Energy Efficiency Financing Totals	19-21 Actuals	21-23 LAB	23-25 ARB	% ESA	23-25 ESA	23-24 ESA	24-25 ESA
Personal Services	-	-	-		-	-	-
Services & Supplies							
Travel & Training	-	50	52		-	-	-
General Ofc & Ops	811	1,205	1,256		-	-	-
Professional Services	-	-	-		-	-	-
AG Fees	-	-	-		-	-	-
Special Payments	-	-	-		-	-	-
Debt Service	3,023,362	3,022,570	1,439,160		-	-	-
Total	\$ 3,024,173	\$ 3,023,825	\$ 1,440,468	0%	\$ -	\$ -	\$ -
	ENERGY INCENTIVE PROGRAMS						
Energy Incentive Programs Totals	19-21 Actuals	21-23 LAB	23-25 ARB	% ESA	23-25 ESA	23-24 ESA	24-25 ESA
Personal Services	216,612	2,967,490	3,663,949		-	-	-
Services & Supplies							
Travel & Training	5,368	92,827	78,843		-	-	-
General Ofc & Ops	5,318	813,791	513,143		-	-	-
Professional Services	66,361	1,050,149	320,362		-	-	-
AG Fees	42,051	246,055	136,711		-	-	-
Special Payments	4,201,554	65,243,143	58,023,022		-	-	-
Debt Service	-	-	-		-	-	-
Total Less Internal General Fund Transfers	\$ 4,537,264	\$ 70,413,455	\$ 62,736,030	0%	\$ -	\$ -	\$ -
Internal General Fund Transfers	\$ 1,940,000	\$ 90,000,000	\$ 10,000,000				
Total	\$ 6,477,264	\$ 160,413,455	\$ 72,736,030	0%	\$ -	\$ -	\$ -
	SMALL SCALE ENERGY LOAN PROGRAM						
Small Scale Energy Loan Program Totals	19-21 Actuals	21-23 LAB	23-25 ARB	% ESA	23-25 ESA	23-24 ESA	24-25 ESA
Personal Services	485,589	667,936	634,793		-	-	-
Services & Supplies							
Travel & Training	2,126	5,737	5,978		-	-	-
General Ofc & Ops	284,574	467,844	467,792		-	-	-
Professional Services	18,955	370,542	376,684		-	-	-
AG Fees	8,789	404,468	404,468		-	-	-
Special Payments	-	-	-		-	-	-
Debt Service	66,627,841	34,031,300	28,230,578		-	-	-
Total Less Internal General Fund Transfers	\$ 67,427,874	\$ 35,947,827	\$ 30,120,293	0%	\$ -	\$ -	\$ -
Internal General Fund Transfers	\$ -	\$ 3,500,000	\$ 1,500,000				
Total	\$ 67,427,874	\$ 39,447,827	\$ 31,620,293	0%	\$ -	\$ -	\$ -

ENERGY DEVELOPMENT SERVICES PROPOSED POLICY OPTION PACKAGE

Oregon Solar + Storage Rebate Program

- POP and associated Legislative Concept would extend the program sunset an additional five years
- 2.5 FTE (permanent)
- Estimated cost: \$10 million for FY 2023-25
- General Fund



ENERGY DEVELOPMENT SERVICES PROPOSED POLICY OPTION PACKAGE

Energy Efficient Wildfire Rebuilding Incentive

- POP to extend the timeline for the program through FY 2023-25 and extend the program staffing needed
- Supported by the existing General Fund budget appropriation



ENERGY DEVELOPMENT SERVICES PROPOSED POLICY OPTION PACKAGE

Heat Pump Programs

- POP to roll over any unused funds from 2021-23 and extend the timeline for the program through FY 2023-25.
- Will also extend the program staffing needed
- Supported by the existing General Fund budget appropriation



NUCLEAR SAFETY AND EMERGENCY PREPAREDNESS

Represent Oregon's interests in the Hanford nuclear facility cleanup, manage radioactive waste disposal regulations, prepare for nuclear-related emergencies, prepare for petroleum-supply related emergencies.

Hanford Cleanup

- Monitor and influence **cleanup decisions**.
- **Review and comment** on proposed actions and cleanup plans at the country's largest contaminated site.
- **Interact with regulators** and counterparts in Washington and at the USDOE.
- Facilitate **Oregon Hanford Cleanup Board** meetings.

Emergency Preparedness

- Lead **emergency preparedness** for nuclear and radioactive incidents.
- Conduct **frequent exercises** to test and improve Oregon's emergency preparedness plans.
- Update Oregon's **Energy Security Plan**, an assessment and mitigation approach for threats to Oregon's energy systems.

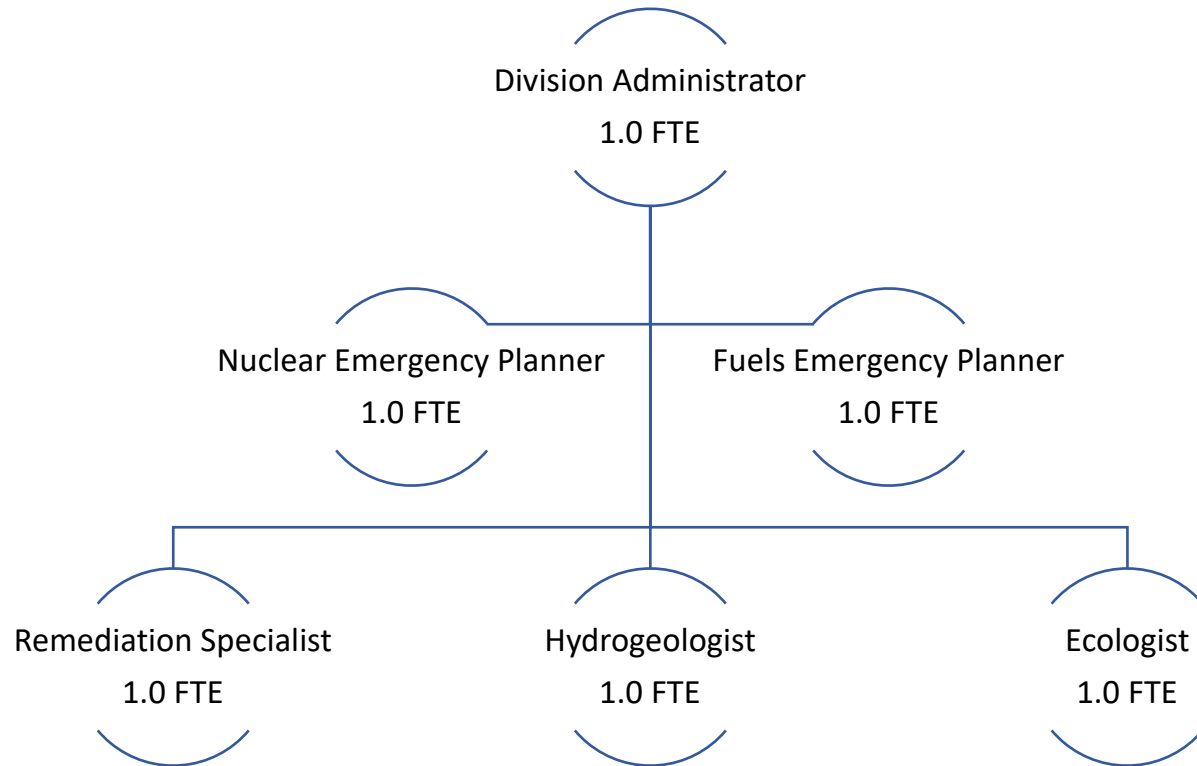
Radioactive Materials

- Implement state rules and regulations regarding disposal of **radioactive waste**.
- Provide funding for **training of emergency responders** throughout the state to ensure a swift, effective response in the event of an accident.

Oregon Fuel Action Plan

- Implement **Oregon Fuel Action Plan**, which details how ODOE supports emergency services during a fuel shortage.
- Continue to **refine plan**, originally released in 2017, through presentations, conferences, workshops, and trainings.
- Serve as **Emergency Support Function-12 Petroleum** in the state emergency response structure.

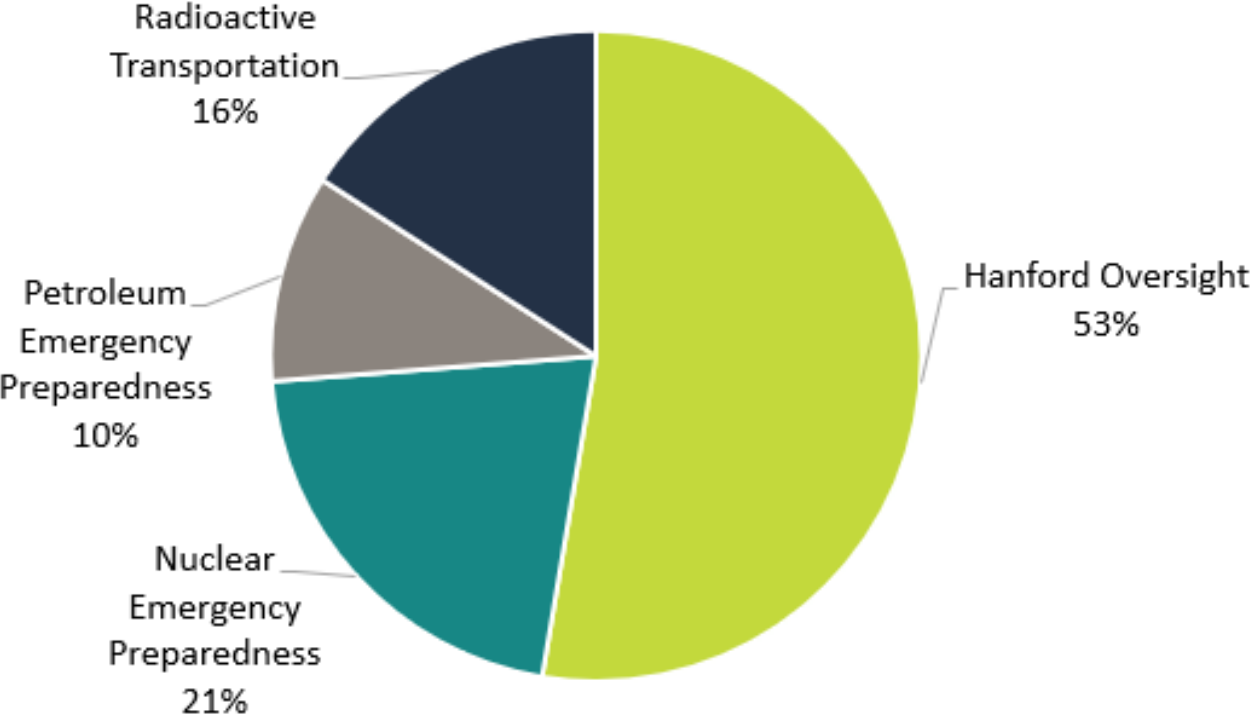
NUCLEAR SAFETY & EMERGENCY PREP – OUR TEAM



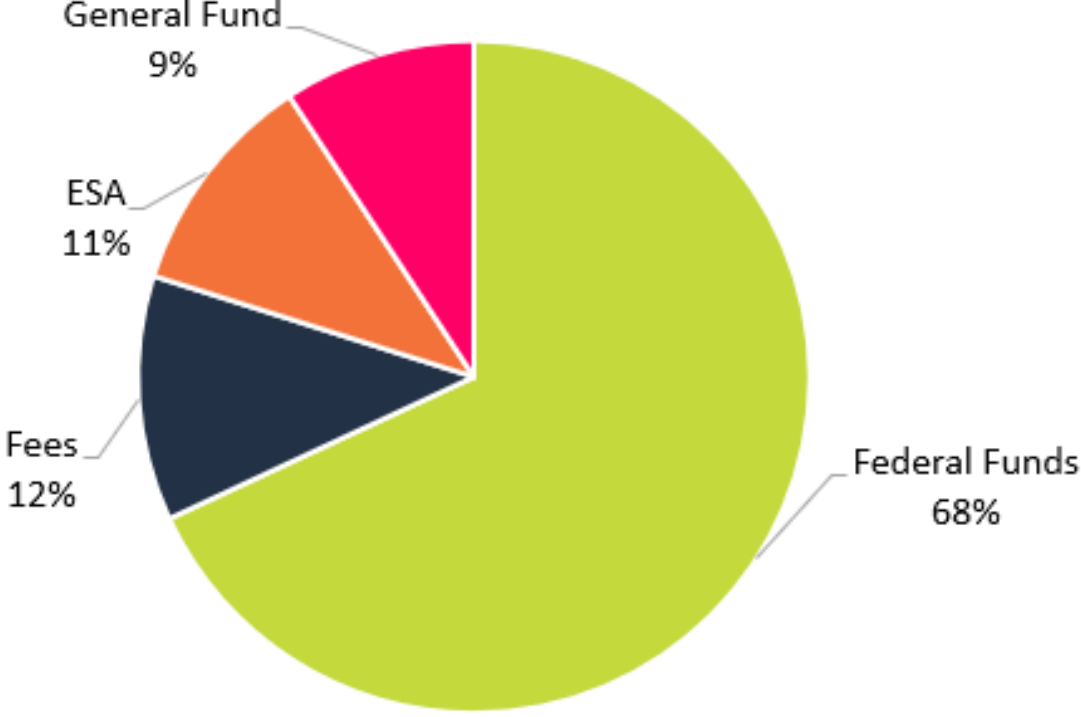
- 6 staff
- 6% of ODOE employees
- Agency-wide effort to meet emergency preparedness responsibilities
- Expanded workload for radioactive waste disposal monitoring

NUCLEAR SAFETY AND EMERGENCY PREPAREDNESS

Budget Breakdown



Funding Sources



ESA DETAIL – NUCLEAR SAFETY & EMERGENCY PREP

NUCLEAR SAFETY & EMERGENCY PREPAREDNESS							
Nuclear Safety & Emergency Preparednes	19-21 Actuals	21-23 LAB	23-25 ARB	% ESA	23-25 ESA	23-24 ESA	24-25 ESA
Personal Services	1,854,776	2,087,252	2,030,703		269,215	134,608	134,607
Services & Supplies							
Travel & Training	36,059	143,636	157,703		23,232	11,616	11,616
General Ofc & Ops	25,839	120,393	182,026		25,862	12,931	12,931
Professional Services	61,306	408,556	612,616		-	-	-
AG Fees	104,302	36,601	41,849		35,609	17,805	17,804
Special Payments	136,547	163,510	182,269		-	-	-
Total	\$ 2,218,829	\$ 2,959,948	\$ 3,207,166	11%	\$ 353,918	\$ 176,960	\$ 176,958

NUCLEAR SAFETY AND EMERGENCY PREPAREDNESS PROPOSED POLICY OPTION PACKAGE

Radioactive Waste Disposal Program

- POP would provide General Fund to support existing staff work to monitor and enforce compliance regarding the disposal of radioactive materials in Oregon and provide technical assistance to landfill operations and other parties.
- Estimated Cost: \$179,442 General Fund



ENERGY FACILITY SITING

Ensure that proposed energy facilities meet specific statewide and local standards and are considered with public input and participation.

Energy Facility Review

- **Coordinate state review** of proposed and amended energy facilities.
- Division is seeing a **high level** of new applications and amendments which vary in complexity and controversy.
- Number of **amendments** per facility can vary: some facilities have never been amended, while other developers have sought multiple amendments.

Rulemaking

- **Rulemaking activities** are prioritized and approved by the Energy Facility Siting Council.
- Often involve establishing broadly representative **rulemaking advisory committees** to help division staff draft proposed rules.
- **Recent rulemakings** include wildfire prevention and response and updating carbon dioxide standard consistent with HB 2021 and 2022.

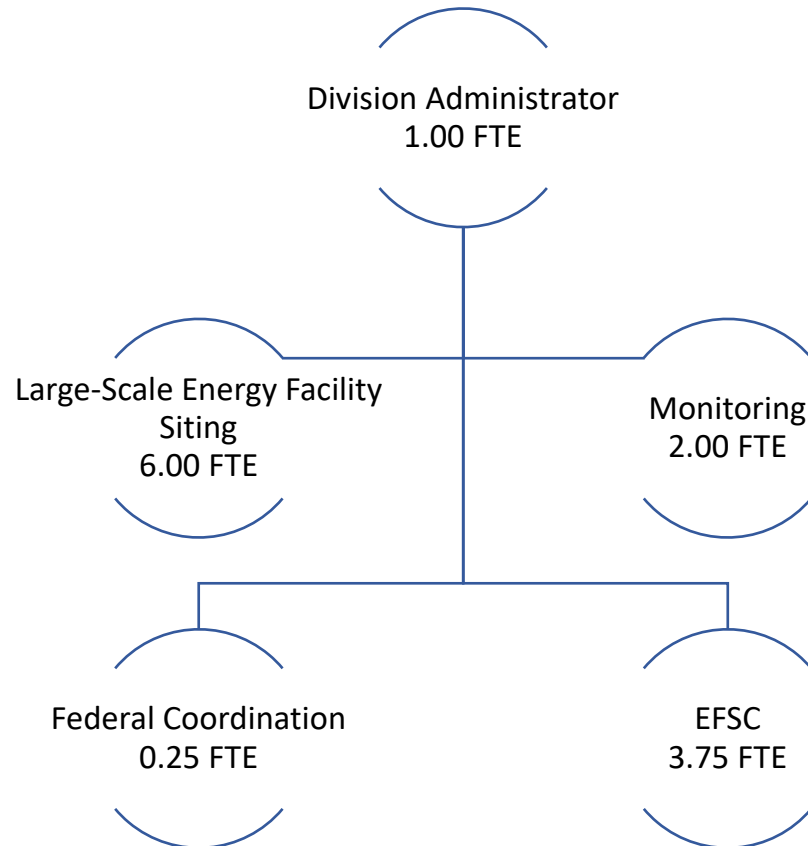
Compliance

- **Monitor facilities** throughout their lifecycle to ensure site certificate conditions are met.
- **Oversight** activities include:
 - Reviewing annual reports
 - Conducting site inspections
 - Issuing wildlife mitigation reports
 - Ensuring bonds and letters of credit for decommissioning are adjusted annually for inflation

Energy Facility Siting Council

- **Staff** the Governor-appointed, Senate confirmed Energy Facility Siting Council (decision makers).
- Council meets approximately **10-12 times per year** in communities located near proposed facilities.
- Council meetings include **public engagement and comment opportunities**.

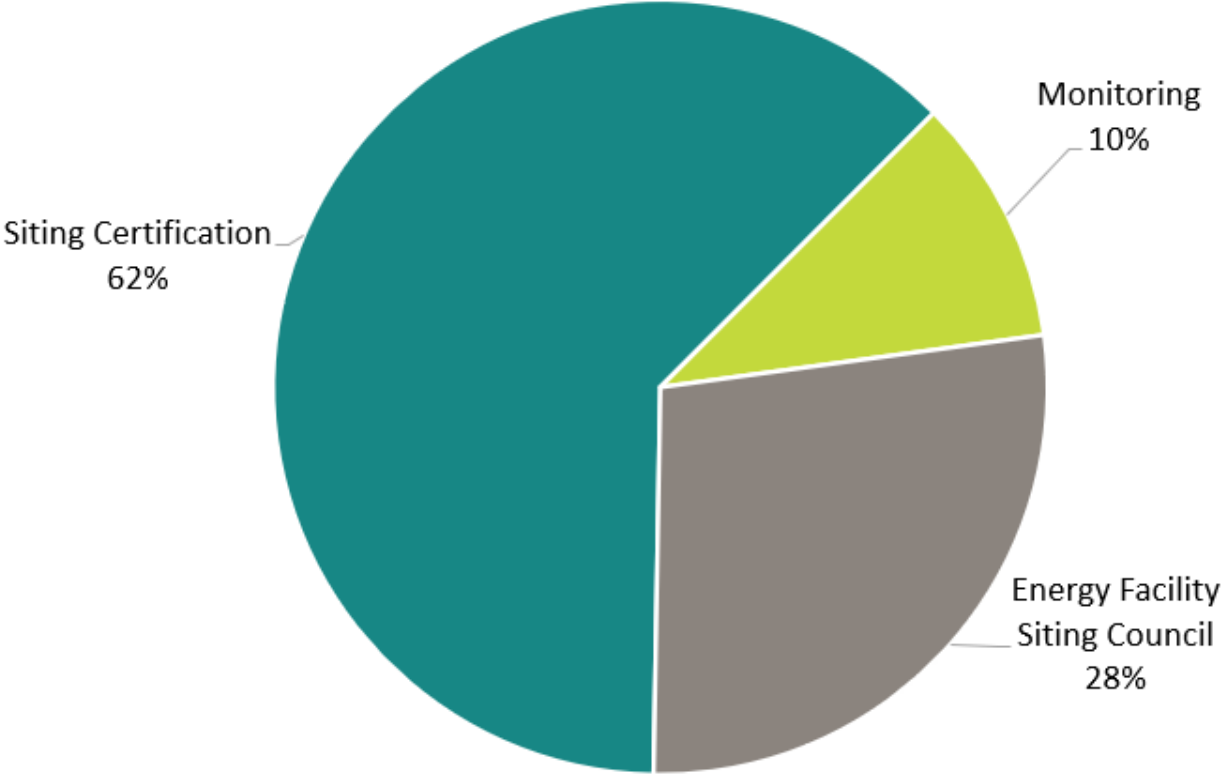
ENERGY FACILITY SITING – OUR TEAM



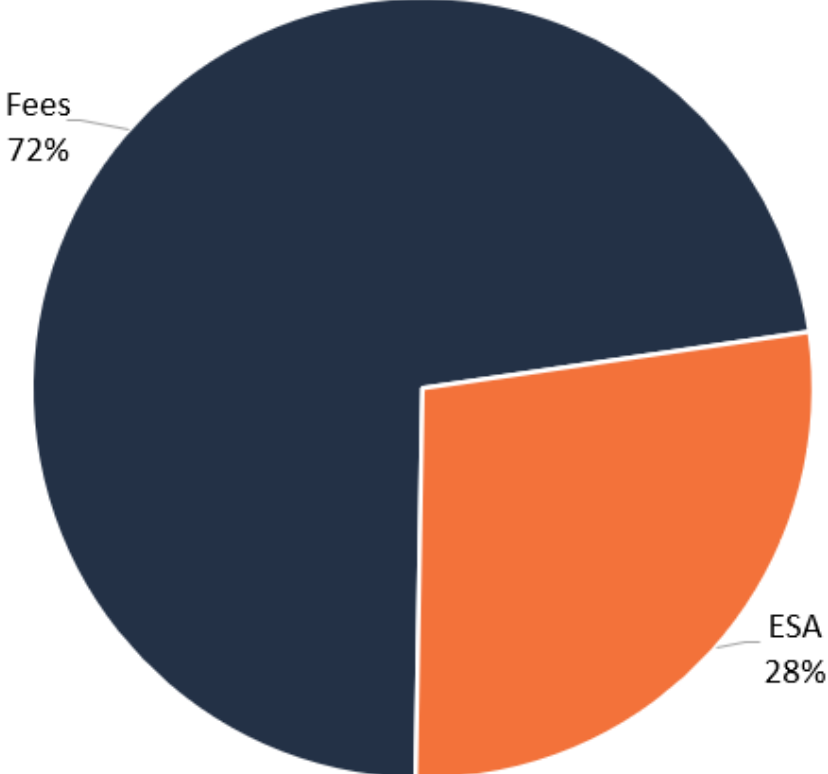
- 13 staff
- 13% of ODOE employees
- Program area staffs the Energy Facility Siting Council
- Staff also include a rulemaking coordinator and a compliance officer
- Includes 2 FTE for Policy Option package

ENERGY FACILITY SITING

Budget Breakdown



Funding Sources



ESA DETAIL – ENERGY FACILITY SITING

	ENERGY FACILITY SITING						
Energy Facility Siting Totals	19-21 Actuals	21-23 LAB	23-25 ARB	% ESA	23-25 ESA	23-24 ESA	24-25 ESA
Personal Services	2,780,414	3,674,830	3,688,018		1,175,068	587,534	587,534
Services & Supplies							
Travel & Training	38,948	142,686	146,075		62,071	31,036	31,035
General Ofc & Ops	147,767	192,513	221,953		85,971	42,986	42,985
Professional Services	288,057	1,007,967	1,075,422		108,630	54,315	54,315
AG Fees	731,170	724,596	778,442		294,250	147,125	147,125
Special Payments	424,560	452,629	347,799		-	-	-
Total	\$ 4,410,916	\$ 6,195,221	\$ 6,257,709	28%	\$ 1,725,990	\$ 862,996	\$ 862,994

ENERGY FACILITY SITING PROPOSED POLICY OPTION PACKAGE

Two Facility Siting Positions

- One Senior Siting Analyst to be the lead on applications and amendments
- One Siting Analyst to address the increase in compliance work within the program due to increasing numbers of site certificates.
- These positions will be filled only if the Siting Division's workload requires it.
- Estimated cost: \$503,611, including \$130,370 in ESA



ADMINISTRATIVE SERVICES

Support all agency divisions and functions with high-quality, essential services to meet the agency's business needs.

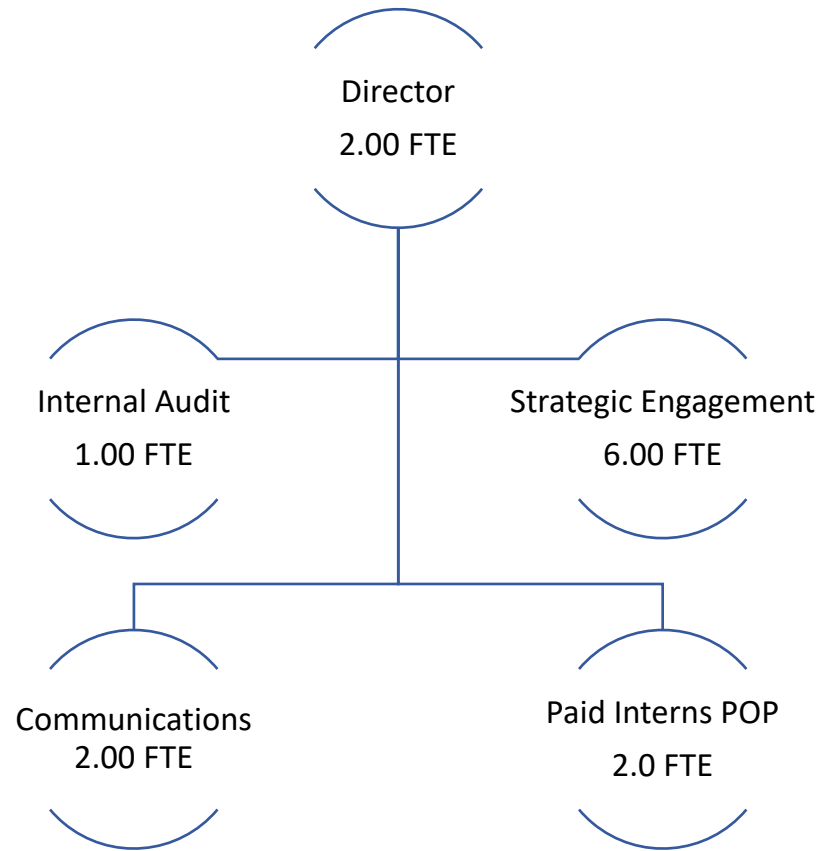
Director's Office

- Communications and outreach work is central to the agency's role in **developing and communicating energy policies and programs**.
- A Strategic Engagement Team, including Government Relations Coordinator, ensure we are **engaged with our stakeholders**, citizens, and elected officials at all levels.
- An **internal audit function**, which has been identified as a priority in most agencies.

Central Services

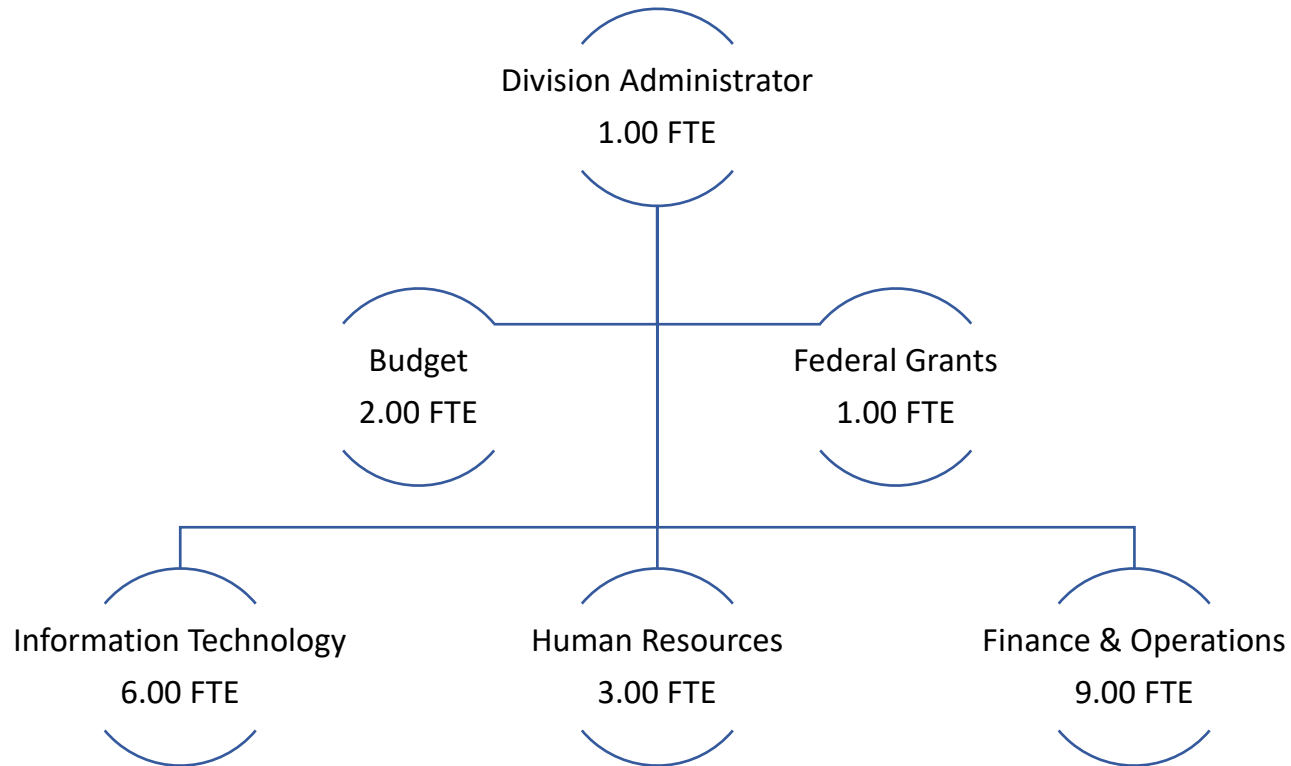
- Provides **business support functions** to efficiently deliver services and ensure the financial integrity of program operations.
- **Develops budget**, monitors cash flow, and is responsible for contract development, grants management, financial services, purchasing, and facilities.
- **Information Technology (IT)** services for both operational and business needs.
- Provides **Human Resources** services for recruitment, retention, training, internal policy development, and more.

DIRECTOR'S OFFICE – OUR TEAM



- 13 staff
- 13% of ODOE employees
- Employees provide resources and services agency-wide
- Includes 4.0 FTE for Policy Option Packages

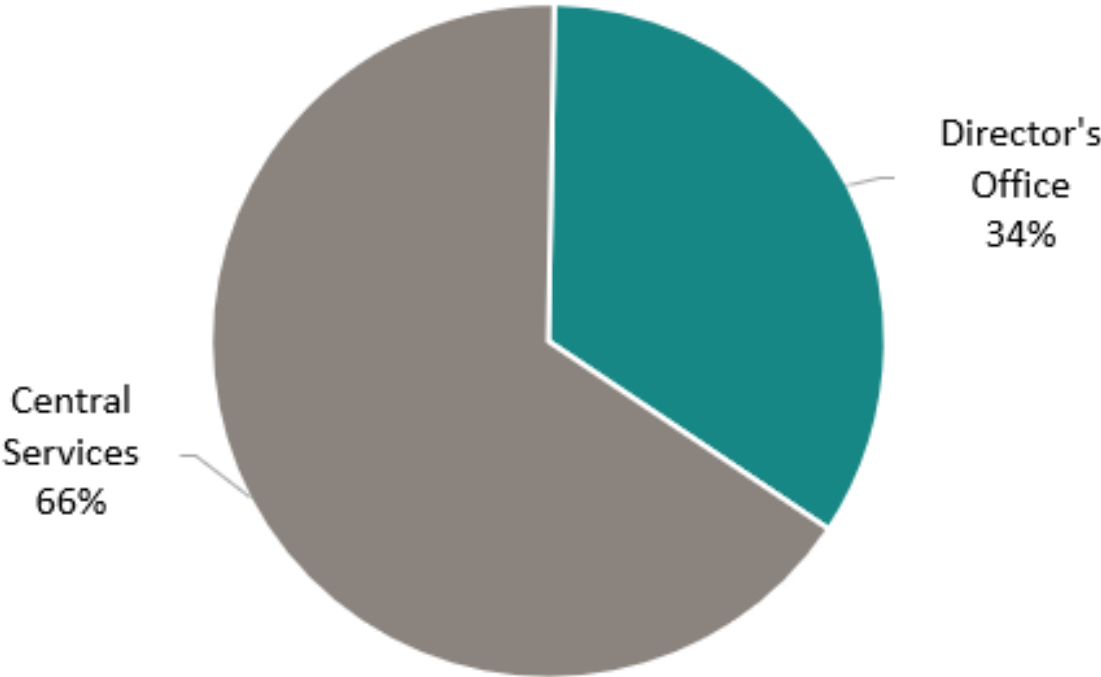
CENTRAL SERVICES – OUR TEAM



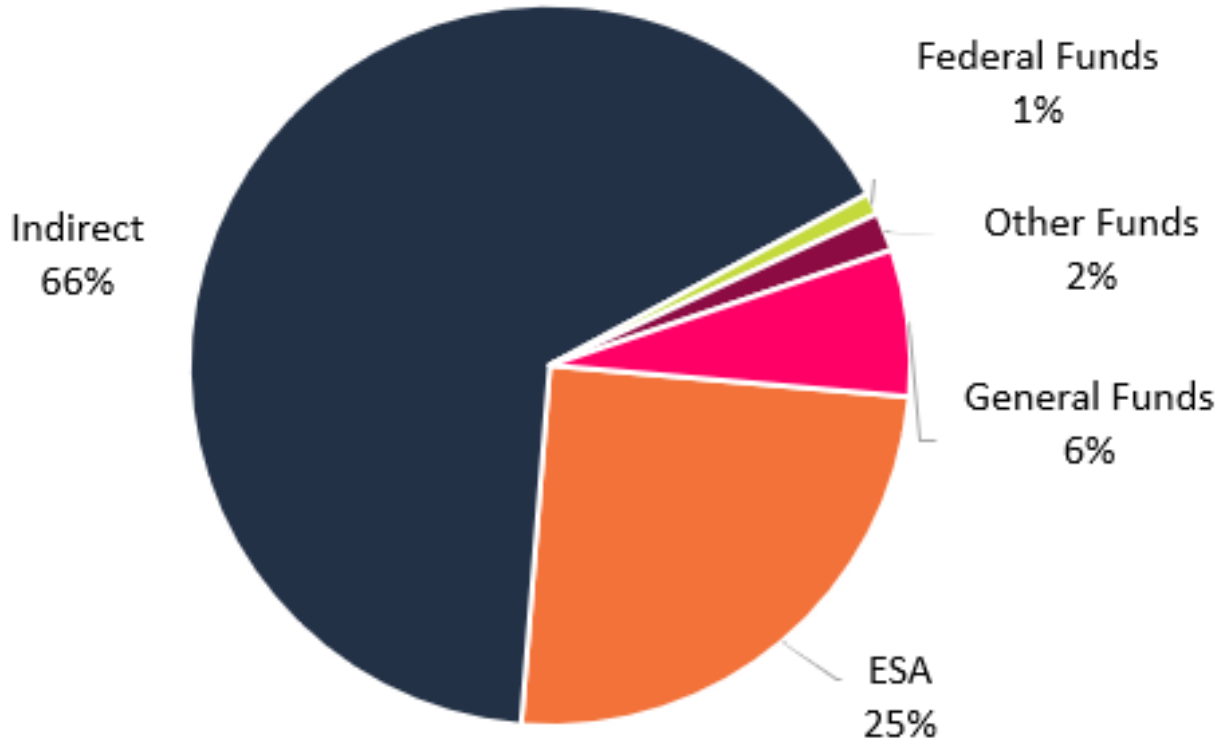
- 23 staff
- 22% of ODOE employees
- Includes, payroll, contracts and procurement, grant management, accounting, Information Technology, Human Resources and other agency-wide services

ADMINISTRATIVE SERVICES

Budget Breakdown



Funding Sources



ESA DETAILS – ADMINISTRATIVE SERVICES

	ADMINISTRATIVE SERVICES						
Administrative Services Totals	19-21 Actuals	21-23 LAB	23-25 ARB	% ESA	23-25 ESA	23-24 ESA	24-25 ESA
Personal Services	7,929,847	9,143,776	9,661,027		5,688,453	2,844,227	2,844,226
Services & Supplies							
Travel & Training	52,297	162,183	160,800		100,539	50,269	50,270
General Ofc & Ops	2,672,577	3,125,998	3,828,518		1,847,838	923,919	923,919
Professional Services	873,580	480,782	563,091		286,117	143,059	143,058
AG Fees	176,340	216,098	254,282		224,393	112,196	112,197
Special Payments	4,049	-	-		-	-	-
Total	\$ 11,708,690	\$ 13,128,837	\$ 14,467,718	56%	\$ 8,147,340	\$ 4,073,670	\$ 4,073,670

ESA DETAILS – ADMINISTRATIVE SERVICES SECTIONS

	DIRECTOR'S OFFICE						
Director's Office	19-21 Actuals	21-23 LAB	23-25 ARB	% ESA	23-25 ESA	23-24 ESA	24-25 ESA
Personal Services	2,740,237	2,929,214	3,788,062		2,887,695	1,443,848	1,443,847
Services & Supplies						-	-
Travel & Training	18,134	80,853	76,054		60,124	30,062	30,062
General Ofc & Ops	380,903	424,713	764,126		386,460	193,230	193,230
Professional Services	554,270	64,413	110,082		70,082	35,041	35,041
AG Fees	162,965	167,540	197,144		197,144	98,572	98,572
Special Payments	4,049	-	-		-	-	-
Total	\$ 3,860,558	\$ 3,666,733	\$ 4,935,468	73%	\$ 3,601,505	\$ 1,800,753	\$ 1,800,752
	CENTRAL SERVICES						
Central Services	19-21 Actuals	21-23 LAB	23-25 ARB	% ESA	23-25 ESA	23-24 ESA	24-25 ESA
Personal Services	5,189,610	6,214,562	5,872,965		2,800,758	1,400,379	1,400,379
Services & Supplies							
Travel & Training	34,163	81,330	84,746		40,415	20,207	20,208
General Ofc & Ops	2,291,674	2,701,285	3,064,392		1,461,378	730,689	730,689
Professional Services	319,310	416,369	453,009		216,035	108,018	108,017
AG Fees	13,375	48,558	57,138		27,249	13,624	13,625
Special Payments	-	-	-		-	-	-
Total	\$ 7,848,132	\$ 9,462,104	\$ 9,532,250	48%	\$ 4,545,835	\$ 2,272,917	\$ 2,272,918

ADMINISTRATIVE SERVICES PROPOSED POLICY OPTION PACKAGE

Paid Internships

- Agency-wide
- POP would help address the social inequality of paid vs. unpaid internships, expanding access to allow all students, regardless of financial status, a valuable internship opportunity
- Funding would support up to 12 part-time paid interns in the biennium
- Estimated Cost: \$401,696 General Fund



ADMINISTRATIVE SERVICES PROPOSED POLICY OPTION PACKAGE

Equity & External Engagement

- Agency-wide
- POP would create a Public Advocate position at the agency, focused on meeting requirements of HB 4077 and allow ODOE to more effectively engage environmental justice communities in our work
- 1 FTE
- Estimated Cost: \$406,080, including \$123,000 of ESA



ADMINISTRATIVE SERVICES PROPOSED POLICY OPTION PACKAGE

Navigator for Community Capacity Building

- Director's Office
- POP and companion to proposed Legislative Concept would establish a program and a position that would help provide information about potential funding as well as technical assistance to rural, tribal, and other environmental justice communities as they develop energy projects and programs
- 1 FTE
- Estimated Cost: \$396,229 General Fund



2023-25 AGENCY-WIDE AGENCY REQUEST BUDGET

Program	Sub-Program	2019-21 Actuals	2021-23 LAB	2023-25 ARB	Approximate % ESA
Administrative Services	Director's Office	3,860,558	3,666,733	4,935,468	73%
	Central Services	7,848,132	9,462,104	9,532,250	48%
	Total Admin Services Program	\$ 11,708,690	\$ 13,128,837	\$ 14,467,718	
FTE		31.77	32.81	35.00	
Energy Development Services	Small Scale Energy Loan Program	67,427,874	35,947,827	30,120,293	0%
	Energy Efficiency Financing	3,024,173	3,023,825	1,440,468	0%
	Energy Incentive Programs	4,537,264	70,413,455	62,736,030	0%
	Total EDS Program	\$ 74,989,311	\$ 109,385,107	\$ 94,296,791	
FTE		5.25	16.50	18.39	
Nuclear Safety & Emergency Preparedness	Hanford/Nuclear Oversight	1,517,549	1,607,355	1,688,683	5%
	Nuclear Emergency Preparedness	232,609	775,075	677,093	0%
	Petroleum Emergency Preparedness	319,432	313,731	331,501	80%
	Radioactive Waste Transportation	149,239	263,787	509,889	0%
	Total Nuclear Program	\$ 2,218,829	\$ 2,959,948	\$ 3,207,166	
FTE		6.00	6.00	6.00	
Energy Siting	Large-Scale Energy Facility Siting	1,776,082	3,656,136	3,892,537	0%
	Monitoring	397,807	682,068	648,182	0%
	Federal Siting Coordination	378,152	212,806	-	-
	Energy Facility Siting Council & Non Project-Specific Costs	1,858,875	1,644,211	1,716,990	100%
	Total Siting Program	\$ 4,410,916	\$ 6,195,221	\$ 6,257,709	
FTE		13.00	13.00	13.00	
Energy Planning & Innovation	Energy Efficiency & Conservation	3,300,050	3,755,214	3,811,803	53%
	Energy Technology & Policy	3,355,550	4,757,742	4,904,022	91%
	NW Power Planning Council	-	827,410	821,013	0%
	Total P&I Program	\$ 6,655,600	\$ 9,340,366	\$ 9,536,838	
FTE		24.00	26.13	26.00	
Agency Total (Less Intra-Agency General Fund Transfers)		\$ 99,983,346	\$ 141,009,479	\$ 127,766,222	
FTE		80.02	94.44	98.39	

REQUIRED REDUCTION OPTION LIST

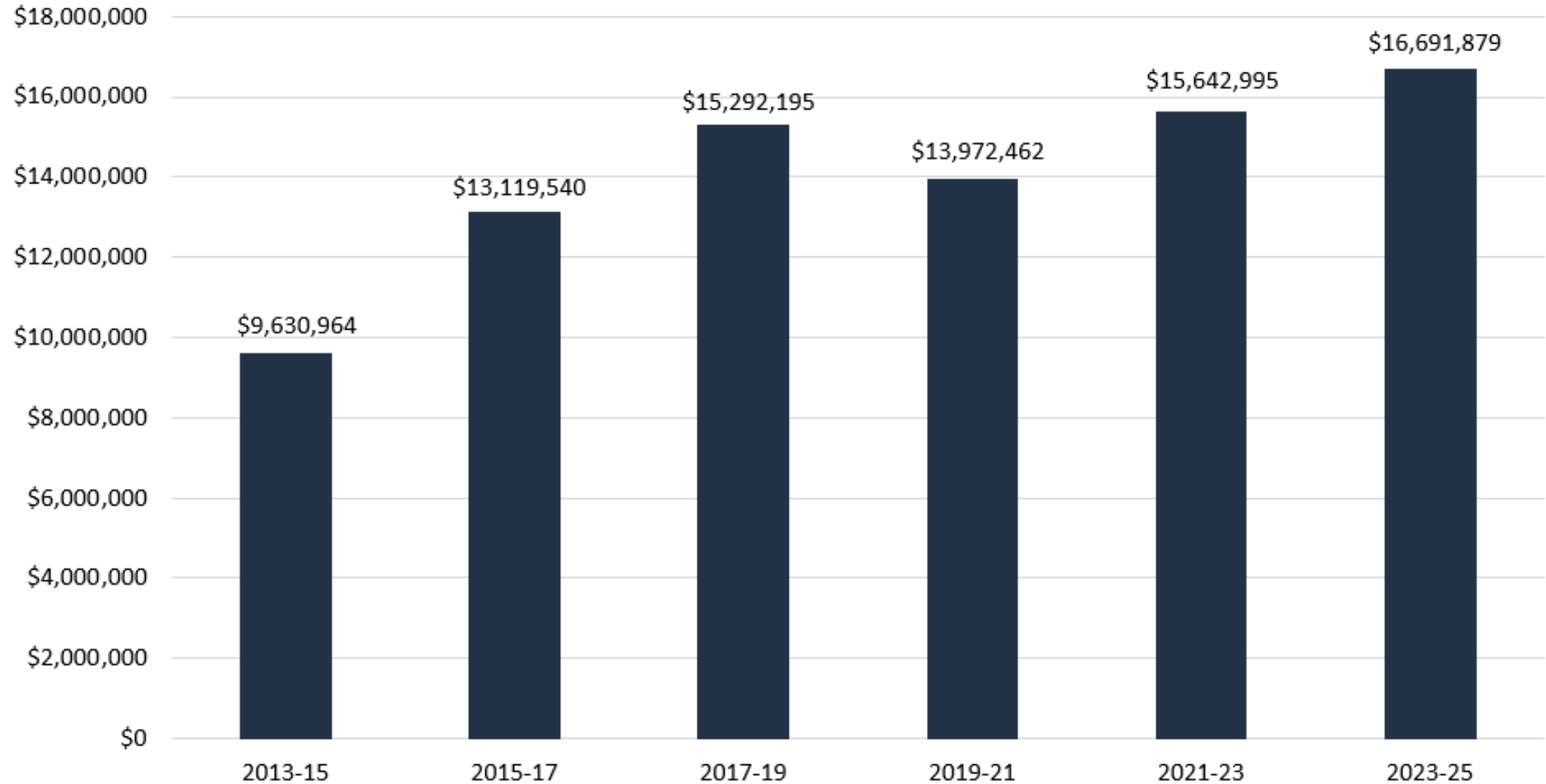
	P&I	EDS	NSEP	Siting	Administrative	CSL	
General Funds	-	-	82,333	-	-	82,333	
Other Funds	6,974,636	26,651,318	737,174	5,754,098	13,253,892	53,371,118	
Federal Funds	1,249,303	-	2,323,638	-	15,345	3,588,286	
Total	8,223,939	26,651,318	3,143,145	5,754,098	13,269,237	57,041,737	
Reduction Targets						10%	5%
General Funds	-	-	8,233	-	-	8,233	4,117
Other Funds	697,464	2,665,132	73,717	575,410	1,325,389	5,337,112	2,668,556
Federal Funds	124,930	-	232,364	-	1,535	358,829	179,415
Total	822,394	2,665,132	314,314	575,410	1,326,924	5,704,174	2,852,087

- Reduction targets are set from the Current Service Level budget after Debt Services is removed
- Identified reductions are made by fund type and put into two buckets, 5% and 10%

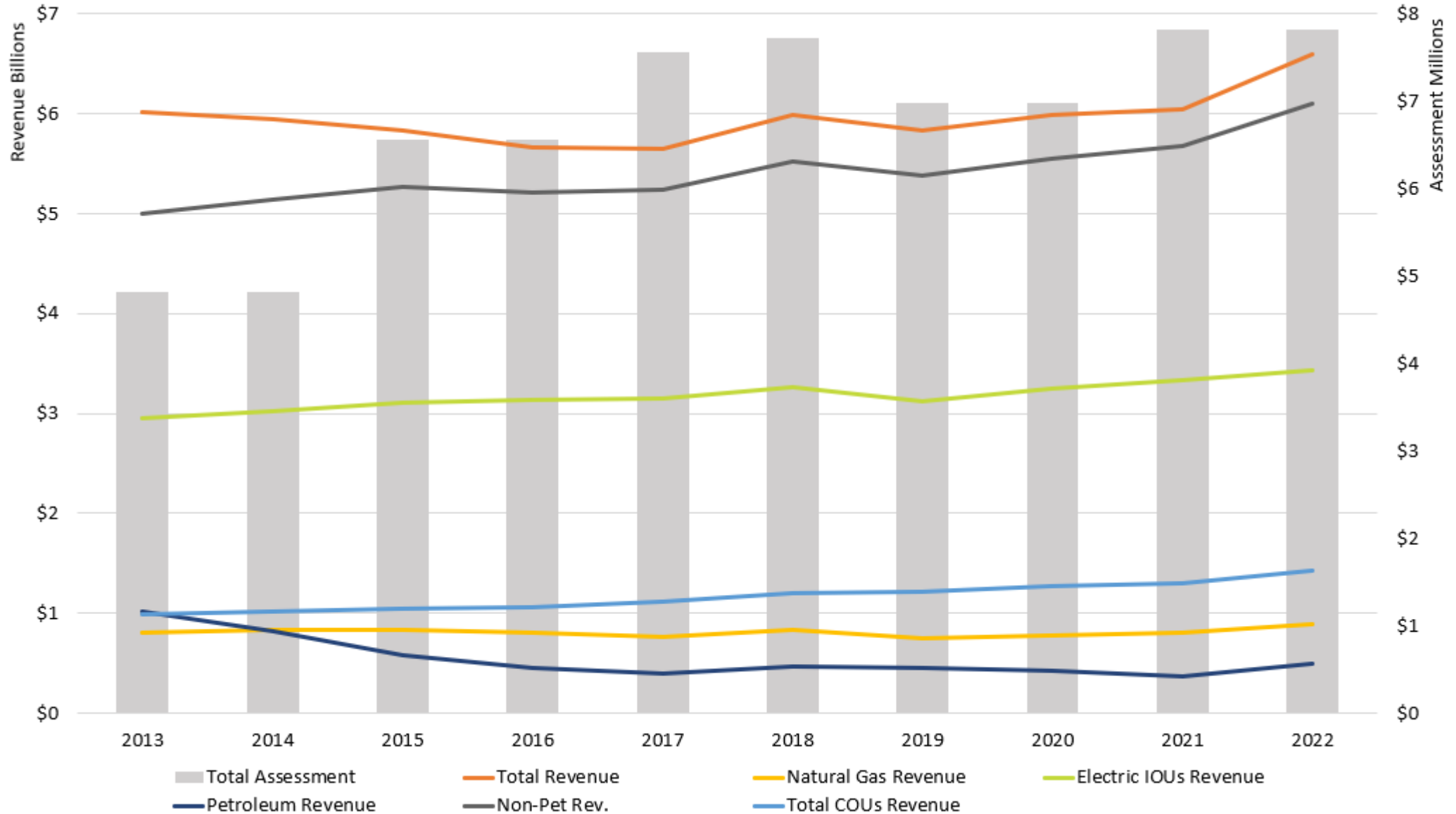


**Energy Supplier Assessment
Background**

ENERGY SUPPLIER ASSESSMENT HISTORY



ESA HISTORY (not adjusted for inflation)



ESA INCREASE SCENARIOS FOR 2023-25

	Total Budget <i>(Less Internal General Fund Transfers)</i>	Total Operating Budget	ESA Assessment	ESA Increase from 2021-23
2021-23: ESA billed	141,009,479	38,076,327	15,642,995	
2023-25: CSL	90,158,619	34,679,504	16,831,011	7.6%
2023-25: ARB	127,766,222	39,522,554	16,691,879	6.7%
2023-25: ARB (If Energy Research Fund under Federal)	127,766,222	39,522,554	16,441,879	5.1%

ODOE BUDGET: WHAT'S NEXT

Agency Request Budget

Budget is submitted August 1, 2022.



Governor's Recommended Budget

Governor's Budget is due Early 2023.



Legislatively Adopted Budget

ODOE's budget is discussed at multi-day hearings in front of the Joint Ways & Means Subcommittee on Natural Resources. Public comment is accepted in multiple formats. Changes may be made to ODOE's budget in end of session bills, and it will not be fully finalized until the Legislature adjourns the session.

ADDITIONAL RESOURCES

- 2023-25 Budget & Legislative Concepts Instructions:
<https://www.oregon.gov/das/Financial/Pages/Budgetinstruct.aspx>
- Budget Glossary: <https://www.oregon.gov/das/Financial/Documents/glossary.pdf>
- Oregon's Budget Process:
<https://www.oregon.gov/das/Financial/Pages/Budgetprocess.aspx>
- ODOE's Budget Website:
<https://www.oregon.gov/energy/About-Us/Pages/Budget.aspx>



OREGON
DEPARTMENT OF
ENERGY

CONTACT US:

503-378-4040

AskEnergy@energy.oregon.gov

Janine Benner
ODOE Director

Michael Williams
Assistant Director, Central Services