

A-Engrossed House Bill 5029

Ordered by the House June 26
Including House Amendments dated June 26

Introduced and printed pursuant to House Rule 12.00. Pre-session filed (at the request of Oregon Department of Administrative Services)

SUMMARY

The following summary is not prepared by the sponsors of the measure and is not a part of the body thereof subject to consideration by the Legislative Assembly. It is an editor's brief statement of the essential features of the measure.

Maintains and reserves lottery revenues available to benefit public purposes during biennium beginning July 1, 2019, in Administrative Services Economic Development Fund. Allocates moneys from fund for biennium beginning July 1, 2019.

Directs Oregon Department of Administrative Services to establish process for quarterly allocations of moneys from Administrative Services Economic Development Fund and Veterans' Services Fund.

Transfers certain interest earnings from Oregon Education Fund to Lottery Bond Fund for payments by Department of Education on education lottery bonds.

Allocates moneys from Veterans' Services Fund for biennium beginning July 1, 2019.

Directs distribution of moneys from Criminal Fine Account.

Directs distribution of moneys from Oregon Marijuana Account.

Declares emergency, effective July 1, 2019.

A BILL FOR AN ACT

Relating to state financial administration; and declaring an emergency.

Be It Enacted by the People of the State of Oregon:

SECTION 1. During the biennium beginning July 1, 2019, all lottery revenues available to benefit the public purposes specified in Article XV, section 4, of the Oregon Constitution, that are in excess of distributions or allocations required by law shall be maintained in the Administrative Services Economic Development Fund.

SECTION 2. All moneys in the Administrative Services Economic Development Fund as of July 1, 2019, and thereafter are reserved to meet the commitments of sections 1 to 12a of this 2019 Act.

SECTION 3. The following amounts are allocated for the biennium beginning July 1, 2019, from the Administrative Services Economic Development Fund, to the Oregon Business Development Department, for the following purposes:

- (1) Operations..... \$ 8,773,826
- (2) Business, innovation
and trade..... \$ 57,965,174
- (3) Infrastructure..... \$ 5,351,472
- (4) Infrastructure - Tide
Gates and Culverts Program \$ 6,000,000
- (5) Oregon Film and Video Office .. \$ 1,253,432
- (6) Arts and Cultural Trust \$ 2,125,000

SECTION 4. There is allocated for the biennium beginning July 1, 2019, from the Admin-

Note: For budget, see 2019-2021 Biennial Budget

NOTE: Matter in boldfaced type in an amended section is new; matter [italic and bracketed] is existing law to be omitted. New sections are in boldfaced type.

1 **Administrative Services Economic Development Fund, to the Department of Education, for the**
2 **State School Fund, the amount of \$530,146,857.**

3 **SECTION 5. There is transferred to the Lottery Bond Fund for the biennium beginning**
4 **July 1, 2019, out of the Oregon Education Fund, 100 percent of the declared earnings on the**
5 **Education Stability Fund that are transferred to the Oregon Education Fund during the**
6 **biennium beginning July 1, 2019, to be used by the Department of Education for the purposes**
7 **of maintaining cash flow and paying, when due, the principal, interest and premium, if any,**
8 **on outstanding education lottery bonds.**

9 **SECTION 6. There is allocated for the biennium beginning July 1, 2019, from the Admin-**
10 **istrative Services Economic Development Fund, to the office of the Governor, the amount**
11 **of \$3,932,736 for expenses of the Regional Solutions Program.**

12 **SECTION 7. (1) The Oregon Department of Administrative Services shall establish a**
13 **process for allocating available moneys in the Administrative Services Economic Develop-**
14 **ment Fund on a quarterly basis to fulfill the biennial allocations made by sections 1 to 12a**
15 **of this 2019 Act. The department shall set the quarterly allocations.**

16 **(2) If, in any quarter, the moneys transferred from the State Lottery Fund to the Ad-**
17 **ministrative Services Economic Development Fund are insufficient to pay for the quarterly**
18 **allocations made by sections 1 to 12a of this 2019 Act or any other 2019 Act, prior to making**
19 **any other allocations pursuant to sections 1 to 12a of this 2019 Act, the department shall**
20 **satisfy lottery bond debt service obligations in the amount of \$263,661,510 for outstanding**
21 **lottery bonds.**

22 **(3) After the lottery bond debt service obligations described in subsection (2) of this**
23 **section are satisfied, if the remaining moneys transferred from the State Lottery Fund to**
24 **the Administrative Services Economic Development Fund are insufficient to pay for the**
25 **quarterly allocations made by sections 1 to 12a of this 2019 Act, the department shall reduce**
26 **the quarterly allocations not described in subsection (2) of this section proportionately in**
27 **amounts sufficient to accommodate the revenue shortfall.**

28 **SECTION 8. There is allocated for the biennium beginning July 1, 2019, from the Admin-**
29 **istrative Services Economic Development Fund, to the Oregon Department of Administrative**
30 **Services, the amount of \$263,661,510 for the purpose of paying, when due, the principal, in-**
31 **terest and premium, if any, on outstanding lottery bonds, as described in section 7 of this**
32 **2019 Act.**

33 **SECTION 9. Notwithstanding and in lieu of the requirement in ORS 461.547 (1) for a**
34 **percentage-based transfer of moneys, for the biennium beginning July 1, 2019, the amount**
35 **allocated from the Administrative Services Economic Development Fund to the Oregon De-**
36 **partment of Administrative Services for distribution to counties for economic development**
37 **activities as provided by ORS 461.547 is \$50,231,366.**

38 **SECTION 10. Notwithstanding and in lieu of the requirement in ORS 461.549 (2) for a**
39 **percentage-based transfer of moneys, for the biennium beginning July 1, 2019, the amount**
40 **allocated from the Administrative Services Economic Development Fund to the Problem**
41 **Gambling Treatment Fund is \$14,593,071.**

42 **SECTION 11. Notwithstanding and in lieu of the requirement in ORS 565.447 for a**
43 **percentage-based transfer of moneys, for the biennium beginning July 1, 2019, the amount**
44 **allocated from the Administrative Services Economic Development Fund to the County Fair**
45 **Account established in ORS 565.445 is \$3,828,000.**

1 **SECTION 12.** Notwithstanding and in lieu of the allocation described in section 2 (3),
2 chapter 2, Oregon Laws 2017 (Ballot Measure 99 (2016)), for a percentage-based transfer of
3 moneys with an annual cap, for the biennium beginning July 1, 2019, the amount allocated
4 from the Administrative Services Economic Development Fund to the Outdoor School Edu-
5 cation Fund is \$45,305,847.

6 **SECTION 12a.** Notwithstanding and in lieu of the requirement in ORS 461.543 (4) for a
7 percentage-based transfer of moneys, for the biennium beginning July 1, 2019, the amount
8 allocated from the Administrative Services Economic Development Fund to the Sports Lot-
9 tery Account is \$14,099,809.

10 **SECTION 13.** There are allocated for the biennium beginning July 1, 2019, from the
11 Veterans' Services Fund, to the Veterans' Department of Veterans' Affairs Dedicated Lot-
12 tery Fund, the following amounts for the following purposes:

- 13 (1) Veterans' Services Program \$ 11,915,984
- 14 (2) County Veterans' Service
- 15 Officers \$ 7,166,509
- 16 (3) National Service
- 17 Organizations \$ 477,354
- 18 (4) Veterans' Affordable Housing... \$ 1,000,000

19 **SECTION 13a.** There is allocated for the biennium beginning July 1, 2019, from the
20 Veterans' Services Fund, to the Bureau of Labor and Industries, the amount of \$250,000 for
21 the purpose of implementing the provisions of section 1, chapter __, Oregon Laws 2019
22 (Enrolled House Bill 2202).

23 **SECTION 13b.** There is allocated for the biennium beginning July 1, 2019, from the
24 Veterans' Services Fund, to the Oregon Criminal Justice Commission, the amount of \$555,000
25 for veterans' specialty courts.

26 **SECTION 13c.** There is allocated for the biennium beginning July 1, 2019, from the
27 Veterans' Services Fund, to the Oregon Health Authority, the amount of \$2,500,000 for
28 veterans' behavioral health services.

29 **SECTION 14.** (1) The Oregon Department of Administrative Services shall establish a
30 process for allocating available moneys in the Veterans' Services Fund on a quarterly basis
31 to fulfill the biennial allocations made by sections 13 to 13c of this 2019 Act.

32 (2) If the moneys transferred from the State Lottery Fund to the Veterans' Services
33 Fund are insufficient to pay for the quarterly allocations under subsection (1) of this section,
34 the department shall reduce the quarterly allocations proportionately in amounts sufficient
35 to accommodate the revenue shortfall.

36 **SECTION 15.** Notwithstanding ORS 137.300, for the biennium beginning July 1, 2019, the
37 Department of Revenue shall distribute the moneys in the Criminal Fine Account established
38 by ORS 137.300 as specified in sections 16 to 20 of this 2019 Act.

39 **SECTION 16.** There are allocated to the Department of Public Safety Standards and
40 Training for the biennium beginning July 1, 2019, from the Criminal Fine Account, the fol-
41 lowing amounts for the following purposes:

- 42 (1) Criminal justice training
- 43 and standards operations \$ 31,999,031
- 44 (2) Public Safety Memorial Fund ... \$ 279,495

45 **SECTION 17.** There are allocated to the Department of Justice for the biennium begin-

ning July 1, 2019, from the Criminal Fine Account, the following amounts for the following purposes:

- (1) Child Abuse Multidisciplinary Intervention Account..... \$ 9,824,565
- (2) Creation and operation of a statewide system of regional assessment centers as provided under ORS 418.746 to 418.796..... \$ 846,968
- (3) Criminal Injuries Compensation Account \$ 8,755,862
- (4) Services to children eligible for compensation under ORS 147.390 and costs to administer provision of these services \$ 716,912

SECTION 18. There are allocated to the Department of Human Services for the biennium beginning July 1, 2019, from the Criminal Fine Account, the following amounts for the following purposes:

- (1) Domestic Violence Fund established for ORS 409.300 for the purpose of ORS 409.292 (1)(a) to (c)..... \$ 2,224,675
- (2) Sexual Assault Victims Fund.... \$ 533,332

SECTION 19. There are allocated to the State Court Facilities and Security Account established under ORS 1.178, for the biennium beginning July 1, 2019, from the Criminal Fine Account, the following amounts for the following purposes:

- (1) State court security and emergency preparedness.... \$ 3,784,490
- (2) Distributions to county court facilities security accounts..... \$ 2,931,528

SECTION 20. (1) There is allocated to the Oregon Health Authority for the biennium beginning July 1, 2019, from the Criminal Fine Account, the amount of \$42,884 for the purpose of grants under ORS 430.345 for the establishment, operation and maintenance of alcohol and drug abuse prevention, early intervention and treatment services provided through a county.

(2) There is allocated to the Law Enforcement Medical Liability Account established under ORS 414.815, for the biennium beginning July 1, 2019, from the Criminal Fine Account, the amount of \$1,300,000.

(3) There is allocated to the Oregon State Police for the biennium beginning July 1, 2019, from the Criminal Fine Account, the amount of \$351,572 for the purpose of enforcing the laws relating to driving under the influence of intoxicants.

(4) There is allocated to the Department of Corrections for the biennium beginning July 1, 2019, from the Criminal Fine Account, the amount of \$4,585,442 for the purpose of planning, operating and maintaining county juvenile and adult corrections programs and facilities and drug and alcohol programs. Notwithstanding ORS 137.300 (4), the grant to each county

1 shall be based on the formula used to determine the distribution of moneys under the
2 Grant-in-Aid Program under ORS 423.530.

3 (5) There is allocated to the State Court Technology Fund established under ORS 1.012,
4 for the biennium beginning July 1, 2019, from the Criminal Fine Account, the amount of
5 \$3,887,500.

6 (6) There is allocated to the Intoxicated Driver Program Fund created under ORS 813.270,
7 for the biennium beginning July 1, 2019, from the Criminal Fine Account, the amount of
8 \$4,323,000.

9 (7) There is allocated to the Oregon Health Authority for the biennium beginning July
10 1, 2019, from the Criminal Fine Account, the amount of \$331,824 for the Emergency Medical
11 Services and Trauma Systems Program created under ORS 431A.085.

12 (8) There is allocated to the Department of Revenue for the biennium beginning July 1,
13 2019, from the Criminal Fine Account, the amount of \$100,000 for administrative costs of the
14 department.

15 **SECTION 21.** After distributing the amounts specified in sections 16 to 20 of this 2019
16 Act, the Department of Revenue shall distribute funds remaining in the Criminal Fine Ac-
17 count to the General Fund.

18 **SECTION 22.** (1) There is allocated to the State School Fund established under ORS
19 327.008, for the biennium beginning July 1, 2019, from the Oregon Marijuana Account, the
20 amount of \$103,764,900.

21 (2) There is allocated to the Oregon Health Authority, for mental health treatment or for
22 purposes related to alcohol and drug abuse prevention, early intervention and treatment
23 services, for the biennium beginning July 1, 2019, from the Oregon Marijuana Account, the
24 amount of \$51,882,500.

25 (3) There is allocated to the Oregon Health Authority, for the health systems division,
26 for the biennium beginning July 1, 2019, from the Oregon Marijuana Account, the amount
27 of \$12,970,600 for purposes related to alcohol and drug abuse prevention, early intervention
28 and treatment services.

29 (4) There is allocated to the State Police Account established under ORS 181A.020, for the
30 biennium beginning July 1, 2019, from the Oregon Marijuana Account, the amount of
31 \$38,911,800.

32 **SECTION 23.** This 2019 Act being necessary for the immediate preservation of the public
33 peace, health and safety, an emergency is declared to exist, and this 2019 Act takes effect
34 July 1, 2019.