HB 4163-7 (LC 295) 3/3/20 (DFY/ps)

Requested by JOINT COMMITTEE ON WAYS AND MEANS

# **PROPOSED AMENDMENTS TO HOUSE BILL 4163**

On page 1 of the printed bill, line 2, after the first semicolon delete the 1 rest of the line and delete line 3 and insert "creating new provisions; 2 amending ORS 3.012, 147.225, 147.390, 184.642, 184.675, 184.751, 184.758, 3 184.761, 184.766, 238.670, 276A.253, 291.227, 293.195, 293.229, 293.252, 293.701, 4 323.455, 323.457, 329A.430, 410.612, 443.733, 541.561 and 541.659 and section 20, 5 chapter 725, Oregon Laws 2017, sections 22 and 23, chapter 105, Oregon Laws 6 2018, section 44, chapter 355, Oregon Laws 2019, sections 4 and 6, chapter 7 609, Oregon Laws 2019, section 5a, chapter 642, Oregon Laws 2019, section 8 85, chapter 678, Oregon Laws 2019, and section 15, chapter \_\_, Oregon Laws 9 2020 (Enrolled House Bill 4001); repealing ORS 391.800, 391.802, 391.810, 10 391.815, 391.820 and 391.830 and section 21, chapter 725, Oregon Laws 2017, 11 12 and sections 1, 2, 3, 4, 6 and 7, chapter 643, Oregon Laws 2019; and declaring an emergency.". 13 Delete lines 5 through 30 and delete pages 2 through 5 and insert: 14 15**"FISCAL REPORTING** 

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**"SECTION 1.** ORS 293.229 is amended to read: 18

"293.229. (1) Not later than October 1 of each fiscal year, each state 19 agency shall submit a report to the Legislative Fiscal Office that describes 20 the status of that agency's liquidated and delinquent accounts and efforts 21

made by that agency to collect liquidated and delinquent accounts during the
previous fiscal year. The report required under this subsection shall be in a
form prescribed by the Legislative Fiscal Office and shall include but not
be limited to:

"(a) Beginning balance and total number of all liquidated and delinquent
accounts;

"(b) New liquidated and delinquent accounts added during the last preceding fiscal year;

9 "(c) Total collections of liquidated and delinquent accounts;

"(d) Total amount and total number of liquidated and delinquent accounts
that have been written off;

"(e) Total number and ending balance of all liquidated and delinquentaccounts;

"(f) Total amount of liquidated and delinquent accounts assigned to the Department of Revenue and the total amount collected by the department under ORS 293.250;

"(g) Total amount of liquidated and delinquent accounts assigned to private collection agencies and the total amount collected by private collection agencies under ORS 293.231;

"(h) Total number and total amount of all liquidated and delinquent ac counts exempted under ORS 293.233;

"(i) Total number and ending balance of all liquidated and delinquent
accounts that have been placed in suspended collection status under ORS
305.155; and

"(j) A statement indicating whether the agency has liquidated and delinquent accounts that are not exempt under ORS 293.233, or are otherwise prohibited or exempted by law from assignment, for which no payment has been received for more than 90 days and that have not been assigned to the Department of Revenue under ORS 293.231.

30 "(2) If a state agency reports under subsection (1) of this section that the

total ending balance of its liquidated and delinquent accounts is \$50 million or greater, the state agency shall, not later than three months after it submits the report under subsection (1) of this section, submit an additional report to the committees or interim committees of the Legislative Assembly related to ways and means that:

6 "(a) Describes major categories of liquidated and delinquent accounts held
7 by the state agency;

8 "(b) Describes circumstances under which the state agency writes off or 9 adjusts liquidated and delinquent amounts or removes an account from liq-10 uidated and delinquent status;

"(c) Describes actions undertaken by the state agency to reduce the amount of liquidated and delinquent debt owed to it at the end of each fiscal year; and

"(d) Sets forth a plan for future actions that will reduce the amount of liquidated and delinquent debt owed to the state agency at the end of each fiscal year and describes any additional resources that are necessary to carry out the plan.

"(3) The Legislative Fiscal Office shall produce an annual report not later than [*December 31*] **February 1** of each fiscal year on the status of liquidated and delinquent accounts of state agencies and the judicial branch of state government. The report shall be based on the reports submitted by state agencies as required in this section and on reports submitted by the judicial branch of state government under ORS 1.195.

<sup>24</sup> "(4) The report required under subsection (3) of this section shall:

<sup>25</sup> "(a) List those state agencies, including the judicial branch of state gov-<sup>26</sup> ernment, that have liquidated and delinquent accounts that are not exempt <sup>27</sup> under ORS 1.198, 1.199 or 293.233, or are otherwise prohibited or exempted <sup>28</sup> by law from assignment, for which no payment has been received for more <sup>29</sup> than 90 days and that have not been assigned to a private collection agency <sup>30</sup> or to the Department of Revenue under ORS 1.197 or assigned to the De-

1 partment of Revenue under 293.231;

"(b) List separately information about the liquidated and delinquent accounts of the Secretary of State, the State Treasurer, other state agencies in
the executive branch of state government and the judicial branch of state
government; and

6 "(c) Include any other information the Legislative Fiscal Office deter-7 mines is necessary to describe the status of liquidated and delinquent ac-8 counts across offices and branches of state government.

9 "(5) Notwithstanding ORS 293.227, as used in this section, 'state agency'
10 has the meaning given that term in ORS 293.226, except that it:

"(a) Does not include the judicial department as defined in ORS 174.113
or the legislative department as defined in ORS 174.114; and

"(b) Includes public universities listed in ORS 352.002 and Oregon Health
 and Science University, notwithstanding ORS 352.138 and 353.100.

<sup>15</sup> "SECTION 2. ORS 293.252 is amended to read:

<sup>16</sup> "293.252. (1) The Oregon Department of Administrative Services shall <sup>17</sup> monitor state agency debt collection functions described by law and assist <sup>18</sup> state agencies in efforts to improve the collection of delinquent debts owed <sup>19</sup> to state agencies. The department's duties under this subsection include, but <sup>20</sup> are not limited to:

"(a) Providing training to state agencies regarding processing and man aging accounts receivable in compliance with applicable law and state policies.

"(b) Providing technical assistance to state agencies in resolving challenges in processing and managing accounts receivable and developing financial administrative systems to improve the handling of liquidated and delinquent accounts.

"(c) Developing performance standards for state debt collection, including
but not limited to standards defining what constitutes liquidated and delinquent accounts and when debt may be written off pursuant to ORS 293.240.

"(d) Working with state agencies to improve the quality and value of data
that each state agency submits to the Legislative Fiscal Office for purposes
of ORS 293.229.

"(e) Submitting an annual management report to the Legislative Assembly not later than [*December 31*] **February 1** of each fiscal year, in conjunction with the report of the Legislative Fiscal Office produced under ORS 293.229, that identifies important issues and significant trends in state agency debt collection practices and describes and evaluates efforts by state agencies to improve the collection of delinquent debt.

10 "(2) The department shall adopt policies:

11 "(a) Providing guidance for the collection of liquidated and delinquent 12 accounts owing to state agencies.

"(b) Setting procedures for state agencies to account for and manage in formation regarding the agency's liquidated and delinquent accounts.

"(c) After consultation with the Attorney General, setting criteria for effective and efficient assignment of liquidated and delinquent accounts to the Department of Revenue or private collection agencies, and setting performance measurements to be used in the application of the criteria.

"(d) For the allocation, form and amount of charges or fees added to liquidated and delinquent accounts under ORS 293.231, 293.250 and 697.105.

"(e) Setting exemptions or adjustments for state agencies that are prohibited by law from adding or collecting fees under ORS 293.231, 293.250 or 697.105 and for agencies for which the addition or collection of the fees is not feasible given the agency resources available for collection of accounts receivable.

"(f) For the improvement of communications regarding liquidated and
 delinquent accounts among state agencies and between private collection
 agencies and the Department of Revenue.

(g) Describing conditions under which a state agency may request and collect Social Security numbers in accordance with state and federal law when it is reasonably foreseeable that a person may owe the state agency a
 liquidated and delinquent amount as a result of a transaction or activity.

"(h) After consultation with the Attorney General, setting criteria under
which state agencies, the Department of Revenue and private collection
agencies may propose and accept offers of compromise as provided in ORS
293.240.

"(3) As used in this section, 'state agency' has the meaning given that
term in ORS 293.226, except that it does not include the judicial department
as defined in ORS 174.113, the Secretary of State or the State Treasurer.

<sup>10</sup> **"SECTION 3.** ORS 291.227 is amended to read:

"291.227. (1)(a) As part of the development of the legislatively adopted budget, each state agency that employs more than 100 employees shall report to the Joint Committee on Ways and Means the state agency's maximum supervisory ratio for the biennium.

(b) Before submitting the report to the committee, a state agency shall provide a copy of the report to all labor organizations that represent employees of the state agency.

"(2) A state agency must determine its maximum supervisory ratio by starting from a baseline ratio of one to 11 and adjusting the ratio based on some or all of the following factors:

- 21 "(a) Safety of the public or of state agency employees;
- 22 "(b) Geographic location of the agency's employees;

23 "(c) Complexity of the agency's duties;

24 "(d) Industry best practices and standards;

<sup>25</sup> "(e) Size and hours of operation of the agency;

"(f) Unique personnel needs of the agency, including the agency's use of volunteers or seasonal or temporary employees, or the exercise of supervisory authority by agency supervisory employees over personnel who are not agency employees; and

<sup>30</sup> "(g) Financial scope and responsibility of the agency.

"(3) The Joint Committee on Ways and Means shall review the maximum supervisory ratios reported by state agencies. [The committee shall include the maximum supervisory ratio in a budget report or budget note for each state agency that reported a maximum supervisory ratio.]

"(4) Subject to subsection (5) of this section, a state agency whose actual
supervisory ratio is greater than its maximum supervisory ratio may not fill
a supervisory position.

8 "(5)(a) The Oregon Department of Administrative Services may exempt a 9 state agency from the limitations of subsection (4) of this section if the de-10 partment determines that an additional supervisory position is reasonably 11 necessary to the state agency. The department must make the determination 12 with reference to some or all of the factors set forth in subsection (2) of this 13 section.

"(b) At least five business days before granting an exemption under this
 subsection, the department shall notify all labor organizations that represent
 employees of the state agency of its intent to grant the exemption.

"(6)(a) The department shall, once per quarter, produce reports on the actual supervisory ratio of each state agency. The reports must include data on job families within each state agency to the extent such data is reasonably available.

"(b) The department shall make the reports publicly available on the Internet and shall notify all labor organizations that represent state employees when the reports are available.

"(7) The department may adopt rules for the administration of this section, including rules governing how temporary, seasonal or part-time employees are accounted for in the calculation of a supervisory ratio.

27 "(8) As used in this section:

"(a) 'Job families' means groups of occupations based upon work performed, skills, education, training and credentials.

30 "(b) 'Legislatively adopted budget' has the meaning given that term in

#### 1 ORS 291.002.

"(c)(A) 'State agency' means all state officers, boards, commissions, departments, institutions, branches, agencies, divisions and other entities, without regard to the designation given to those entities, that are within the executive branch of government as described in Article III, section 1, of the Oregon Constitution.

- 7 "(B) 'State agency' does not include:
- 8 "(i) The legislative department as defined in ORS 174.114;
- 9 "(ii) The judicial department as defined in ORS 174.113;
- 10 "(iii) The Public Defense Services Commission;
- 11 "(iv) The Secretary of State and the State Treasurer;
- <sup>12</sup> "(v) Semi-independent state agencies listed in ORS 182.454;
- 13 "(vi) The Oregon Tourism Commission;
- 14 "(vii) The Oregon Film and Video Office;
- <sup>15</sup> "(viii) Public universities listed in ORS 352.002;
- 16 "(ix) The Oregon Health and Science University;
- 17 "(x) The Travel Information Council;
- 18 "(xi) Oregon Corrections Enterprises;
- 19 "(xii) The Oregon State Lottery Commission;
- 20 "(xiii) The State Accident Insurance Fund Corporation;
- 21 "(xiv) The Oregon Utility Notification Center;
- 22 "(xv) Oregon Community Power;
- 23 "(xvi) The Citizens' Utility Board;
- <sup>24</sup> "(xvii) A special government body as defined in ORS 174.117;
- 25 "(xviii) Any other public corporation created under a statute of this state 26 and specifically designated as a public corporation; and
- 27 "(xix) Any other semi-independent state agency denominated by statute 28 as a semi-independent state agency.
- "(d) 'Supervisory employee' has the meaning given that term in ORS243.650.

1	"(e) 'Supervisory ratio' means the ratio of employees who are supervisory
2	employees to employees who are not supervisory employees.
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4	<b>"OREGON MEDICAL BOARD</b>
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6	"SECTION 4. Section 6, chapter 643, Oregon Laws 2019, is repealed.
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8	<b>"LOTTERY TRANSFER TO EMPLOYER INCENTIVE FUND</b>
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10	" <u>SECTION 5.</u> Section 44, chapter 355, Oregon Laws 2019, is amended to
11	read:
12	"Sec. 44. (1) The Oregon State Lottery Commission shall separately re-
13	cord and account for the costs and net proceeds of sports betting games.
14	"(2) When the commission transfers net lottery proceeds to the Adminis-
15	trative Services Economic Development Fund established under ORS
16	461.540[,]:
17	"(a) The commission shall certify to the Oregon Department of Adminis-
18	trative Services the amount of such transfer that represents the net proceeds
19	of sports betting games[.];
20	"(b) The Public Employees Retirement Board shall certify to the
21	department the total amount of matching amounts approved for dis-
22	bursement, but not yet disbursed, from the Employer Incentive Fund
23	pursuant to section 2, chapter 105, Oregon Laws 2018; and
24	"[(3)] (c) The department shall transfer an amount [equal to the net pro-
25	ceeds of sports betting games to the Employer Incentive Fund established un-
26	der section 1, chapter 105, Oregon Laws 2018.] to the Employer Incentive
27	Fund from the Administrative Services Economic Development Fund
28	equal to the lesser of:
29	"(A) The amount certified under subsection (2)(a) of this section,
30	reduced by the percentage of net lottery proceeds dedicated to specific

#### 1 purposes under the Oregon Constitution; or

"(B) The amount certified under subsection (2)(b) of this section.
 "OREGON TRANSPARENCY WEBSITE

## "<u>SECTION 6.</u> ORS 276A.253 is amended to read:

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"276A.253. (1)(a) The State Chief Information Officer shall maintain and make available an Oregon transparency website. The website must allow any person to view information that is a public record and is not exempt from disclosure under ORS 192.311 to 192.478, including but not limited to information described in subsection (3) of this section. The State Chief Information Officer shall provide on the home page of the website a method for users to offer suggestions regarding the form or content of the website.

"(b) The Oregon Department of Administrative Services shall assist the State Chief Information Officer in performing duties under paragraph (a) of this subsection to the extent the State Chief Information Officer deems the assistance necessary.

"(2) State agencies and education service districts, to the extent practicable and subject to laws relating to confidentiality, when at no additional cost, using existing data and existing resources of the state agency or education service district and without reallocation of resources, shall:

"(a) Furnish information to the Oregon transparency website by posting reports and providing links to existing information system applications in accordance with standards that the State Chief Information Officer establishes; and

"(b) Provide the information in the format and manner that the StateChief Information Officer requires.

28 "(3) To the extent practicable and subject to laws relating to 29 confidentiality, when at no additional cost, using existing data and existing 30 resources of the state agency or education service district and without reallocation of resources, the Oregon transparency website must contain information about each state agency and education service district, including but
not limited to:

4 "(a) Annual revenues of state agencies and education service districts;

<sup>5</sup> "(b) Annual expenditures of state agencies and education service districts;

"(c) Annual human resources expenses, including compensation, of state
agencies and education service districts;

8 "(d) Annual tax expenditures of state agencies, including, when possible,
9 the identity of the recipients of each tax expenditure;

"(e) For each state agency, a description of the percentage of expenditures made in this state and the percentage of expenditures made outside this state under all contracts for goods or services the state agency enters into during each biennium;

"(f) A prominently placed graphic representation of the primary funding categories and approximate number of individuals that the state agency or the education service district serves;

"(g) A description of the mission, function and program categories of the
state agency or education service district;

"(h) A copy of any audit report that the Secretary of State issues for the
 state agency or the education service district;

21 "(i) The local service plans of the education service districts;

"(j) A copy of each report required by statute for education service dis tricts; and

24 "(k) A copy of all notices of public meetings of the education service 25 districts.

26 "(4) In addition to the information described in subsection (3) of this 27 section:

"(a) The State Chief Information Officer shall post on the Oregon transparency website notices of public meetings the state agency must provide under ORS 192.640. If the state agency maintains a website where minutes or summaries of the public meetings are available, the state agency shall
 provide the State Chief Information Officer with the link to the state agency
 website for posting on the Oregon transparency website.

"(b) The State Chief Information Officer shall post on the Oregon transparency website a link for the website that the Secretary of State maintains for rules that the state agency adopts. If the state agency maintains a website where the state agency posts the rules, or where any information relating to the rules of the agency is posted, the state agency shall provide the State Chief Information Officer with the link to the website for posting on the Oregon transparency website.

"(c) The State Chief Information Officer shall provide links on the Oregon 11 transparency website for information that the State Chief Information Offi-12 cer receives concerning contracts and subcontracts that a state agency or 13 education service district enters into, to the extent that disclosing the in-14 formation is allowed by law and the information is already available on 15websites that the state agency or education service district maintains. To the 16 extent available, the information to which the State Chief Information Offi-17 cer links under this section must include: 18

<sup>19</sup> "(A) Information on professional, personal and material contracts;

20 "(B) The date of each contract and the amount payable under the con-21 tract;

<sup>22</sup> "(C) The period during which the contract is or was in effect; and

<sup>23</sup> "(D) The names and addresses of vendors.

"(d) The State Chief Information Officer shall provide an economic development section on the Oregon transparency website for posting of information submitted to the State Chief Information Officer by state agencies responsible for administering specific economic development programs. The section shall include, but not be limited to, the following information, if it is already collected or available within an existing database maintained by the state agency in the course of administering the economic development

1 program:

"(A) The names of filmmakers or companies that have received reimbursements from the Oregon Production Investment Fund under ORS
284.368 and the amount of each reimbursement;

5 "(B) The amount of revenue bonds issued under ORS 285A.430 for the 6 Beginning and Expanding Farmer Loan Program, the names of persons who 7 received loans under the program and the amount of the loan;

8 "(C) The names of persons who received grants, loans or equity invest-9 ments from the Oregon Innovation Council under ORS 284.742 and the pur-10 pose and amount of the grant, loan or equity investment;

"(D) Copies of, or links to, annual reports required to be filed under ORS
 285C.615 under the strategic investment program;

"(E) Copies of, or links to, annual certifications required to be filed under
 ORS 285C.506 for the business development income tax exemption; and

"(F) Information required to be posted on the Oregon transparency
 website under ORS 276A.256.

17 "(e) The information reported under paragraph (d) of this subsection:

18 "(A) May not include proprietary information; and

"(B) Shall be provided to the State Chief Information Officer by the state
agency in the format and manner required by the State Chief Information
Officer.

"(f) The State Chief Information Officer shall post on the Oregon trans-22parency website information describing the process for requesting copies of 23public records from a public body, including a link to the public records 24section of the Department of Justice webpage. At the request of a state 25agency or education service district, the State Chief Information Officer 26shall include a link to a location on the webpage of the agency or district 27that describes the process for requesting public records from the agency or 28district. 29

<sup>30</sup> "(5) In operating, refining and recommending enhancements to the Oregon

transparency website, the State Chief Information Officer and the Transparency Oregon Advisory Commission created in ORS 276A.259 shall consider
and, to the extent practicable, adhere to the following principles:

4 "(a) The website must be accessible without cost and be easy to use;

5 "(b) Information included on the Oregon transparency website must be 6 presented using plain, easily understandable language; and

"(c) The website should teach users about how state government and education service districts work and provide users with the opportunity to
learn something about how state government and education service districts
raise and spend revenue.

"(6) If a state agency or an education service district is not able to include information described in this section on the Oregon transparency website because of the lack of availability of information or cost in acquiring information, the Transparency Oregon Advisory Commission created in ORS 276A.259 shall list the information that is not included for the state agency or education service district in the commission's report to the Legislative Assembly required under ORS 276A.259.

"(7)(a) For the purpose of providing transparency in the revenues, expenditures and budgets of the following entities, the State Chief Information Officer shall include on the Oregon transparency website a page that provides links to websites established by:

- <sup>22</sup> "(A) Local governments, as defined in ORS 174.116.
- <sup>23</sup> "(B) Special government bodies, as defined in ORS 174.117.
- <sup>24</sup> "(C) Semi-independent state agencies listed in ORS 182.454.
- <sup>25</sup> "(D) Public universities listed in ORS 352.002.

"(E) Public university statewide programs operated by a public university
 listed in ORS 352.002.

- <sup>28</sup> "(F) The Oregon Health and Science University.
- 29 "(G) The Oregon Tourism Commission.
- 30 "(H) The Oregon Film and Video Office.

- 1 "(I) The Travel Information Council.
- 2 "(J) The Children's Trust Fund of Oregon Foundation.
- 3 "(K) Oregon Corrections Enterprises.
- 4 "(L) The State Accident Insurance Fund Corporation.
- 5 "(M) The Oregon Utility Notification Center.
- 6 "(N) Any public corporation created under a statute of this state and 7 specifically designated as a public corporation.

8 "(b) The State Chief Information Officer shall include a link to an entity's 9 website after receiving a request from the entity and shall consider recom-10 mendations from the Transparency Oregon Advisory Commission for includ-11 ing other links to websites of the entities listed in paragraph (a) of this 12 subsection.

"(c) At the request of any local government, as defined in ORS 174.116, or special government body, as defined in ORS 174.117, the State Chief Information Officer shall include on the Oregon transparency website notices of public meetings required to be provided under ORS 192.640 by the local government or special government body. The local government or special government body must submit public meeting notice information in the format and manner required by the State Chief Information Officer.

"(d) The office of the State Chief Information Officer shall include a
prominent link on the home page of the Oregon transparency website for
information posted to the page described in paragraph (a) of this subsection.
"(8) Nothing in this section prohibits the State Chief Information
Officer or the Oregon Department of Administrative Services from
incurring costs or requesting additional resources to develop, maintain
or enhance the Oregon transparency website.

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#### **"COMMON SCHOOL FUND**

<sup>30</sup> **"SECTION 7.** Section 22, chapter 105, Oregon Laws 2018, as amended by

1 sections 81 and 82, chapter 678, Oregon Laws 2019, is amended to read:

"Sec. 22. (1) On or before January [1] 31 of each year, the [State Treasurer] Department of State Lands shall transfer from the Common School
Fund Account to the School Districts Unfunded Liability Fund established
in section 24, chapter 105, Oregon Laws 2018, [all or part of the interest
earned] 30 percent of the difference of:

"(a) The investment earnings in the previous [calendar] state fiscal
year from the cumulative unclaimed property deposited in the Common
School Fund Account under ORS 98.386 [to which the state has not taken title,
as described in subsection (2) of this section.]

"[(2) The amount made available under subsection (1) of this section may not exceed an amount equal to the proceeds from unclaimed property received by the State Treasurer in the previous calendar year, minus:]

"[(a) The amount paid for unclaimed property claims under ORS 98.396 in
the previous calendar year;]; and

16 "(b) **The sum of:** 

"(A) The investment expenses [of] for [the State Treasurer related to] the
Common School Fund [for] in the previous [calendar] state fiscal year; and
"[(c)] (B) Operating expenses [that the State Treasurer is entitled to recover for] of the department for programs managed by the department
paid from the Common School Fund in the previous [calendar] state
fiscal year.

"(2) Notwithstanding subsection (1) of this section, if the amount described in subsection (1)(b) of this section is greater than the amount described in subsection (1)(a) of this section, no moneys may be transferred under this section.

"<u>SECTION 8.</u> Section 85, chapter 678, Oregon Laws 2019, is amended to
 read:

"Sec. 85. (1) Sections 1 to 6, chapter 678, Oregon Laws 2019, [of this
2019 Act] become operative on July 1, 2021.

"(2) The amendments to statutes and session law by sections 7 to 80,
chapter 678, Oregon Laws 2019, [of this 2019 Act] become operative on July
1, 2021.

"(3) The amendments to section 22, chapter 105, Oregon Laws 2018, by
section 81, chapter 678, Oregon Laws 2019, [of this 2019 Act] become operative on January 1, [2022] 2021.

"(4) The amendments to section 22, chapter 105, Oregon Laws 2018, by
section 82, chapter 678, Oregon Laws 2019, [of this 2019 Act] become operative on January 1, [2023] 2021.

"(5) The State Treasurer, the Department of State Lands and the State Land Board may take any actions before the operative dates specified in subsections (1) to (4) of this section necessary to enable the State Treasurer to exercise, on and after the operative dates specified in subsections (1) to (4) of this section, the duties, functions and powers required under [*this 2019 Act*] chapter 678, Oregon Laws 2019.

"<u>SECTION 9.</u> The amendments to section 22, chapter 678, Oregon
 Laws 2019, by section 7 of this 2020 Act become operative on January
 1, 2021.

"SECTION 10. Section 23, chapter 105, Oregon Laws 2018, as amended
by section 83, chapter 678, Oregon Laws 2019, is amended to read:

"Sec. 23. Section 22, chapter 105, Oregon Laws 2018, as amended by
sections 81 and 82, chapter 678, Oregon Laws 2019, and section 7 of this
2020 Act [of this 2019 Act], is repealed on January 2, 2027.

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#### **"NONSTATE EMPLOYEE COLLECTIVE BARGAINING**

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27 **"SECTION 11.** ORS 410.612 is amended to read:

"410.612. (1) For purposes of collective bargaining under ORS 243.650 to
243.806, the Home Care Commission is the employer of record for home care
workers and personal support workers.

"(2) Except as provided in ORS 410.614 and 410.619, home care workers
and personal support workers may not be considered to be employees of the
State of Oregon, an area agency, a support services brokerage or other public
agency.

5 "(3)(a) The Oregon Department of Administrative Services shall represent 6 the commission in collective bargaining negotiations with the certified or 7 recognized exclusive representatives of all appropriate bargaining units of 8 home care workers and personal support workers. The department is au-9 thorized to agree to terms and conditions of collective bargaining agreements 10 on behalf of the commission and the Department of Human Services.

"(b) The Oregon Department of Administrative Services shall report
 to the legislative review agency, as defined in ORS 291.371, on any new
 or changed provisions relating to compensation in a collective bar gaining agreement negotiated under this section.

<sup>15</sup> "SECTION 12. ORS 329A.430 is amended to read:

16 "329A.430. (1) As used in this section:

"(a) 'Certified family child care provider' means an individual who operates a family child care home that is certified under ORS 329A.280.

"(b) 'Child care subsidy' means a payment made by the state on behalf of eligible children for child care services provided for periods of less than 24 hours in a day.

"(c) 'Exempt family child care provider' means an individual who provides
child care services in the home of the individual or in the home of the child,
whose services are not required to be certified or registered under ORS
329A.250 to 329A.450 and who receives a child care subsidy.

"(d) 'Family child care provider' means an individual who is a certified,
 registered or exempt family child care provider.

"(e) 'Registered family child care provider' means an individual who operates a family child care home that is registered under ORS 329A.330.

30 "(2) For purposes of collective bargaining under ORS 243.650 to 243.806,

the State of Oregon is the public employer of record of family child careproviders.

"(3) Notwithstanding ORS 243.650 (19), family child care providers are 3 considered to be public employees governed by ORS 243.650 to 243.806. Fam-4 ily child care providers have the right to form, join and participate in the  $\mathbf{5}$ activities of labor organizations of their own choosing for the purpose of 6 representation and collective bargaining on matters concerning labor re-7 lations. These rights shall be exercised in accordance with the rights granted 8 to public employees, with mediation and interest arbitration under ORS 9 243.742 as the method of concluding the collective bargaining process. Family 10 child care providers may not strike. 11

"(4) Notwithstanding subsections (2) and (3) of this section, family child
care providers are not for any other purpose employees of the State of
Oregon or any other public body.

"(5)(a) The Oregon Department of Administrative Services shall represent the State of Oregon in collective bargaining negotiations with the certified or recognized exclusive representatives of all appropriate bargaining units of family child care providers. The Oregon Department of Administrative Services is authorized to agree to terms and conditions of collective bargaining agreements on behalf of the State of Oregon.

"(b) The department shall report to the legislative review agency,
as defined in ORS 291.371, on any new or changed provisions relating
to compensation in a collective bargaining agreement negotiated under
this section.

<sup>25</sup> "(6) Notwithstanding ORS 243.650 (1):

"(a) The appropriate bargaining unit for certified and registered family
 child care providers is a bargaining unit of all certified and registered family
 child care providers in the state.

29 "(b) The appropriate bargaining unit for exempt family child care pro-30 viders is a bargaining unit of all exempt family child care providers in the 1 state.

"(7) This section does not modify any right of a parent or legal guardian
to choose and terminate the services of a family child care provider.

4

"SECTION 13. ORS 443.733 is amended to read:

5 "443.733. (1) As used in this section, 'adult foster care home provider' 6 means a person who operates an adult foster home in the provider's home 7 and who receives fees or payments from state funds for providing adult foster 8 care home services. 'Adult foster care home provider' does not include a 9 person:

"(a) Who is a resident manager of an adult foster home who does not provide adult foster care home services in the resident manager's own home or who does not have a controlling interest in, or is not an officer or partner in, the entity that is the provider of adult foster care home services;

14 "(b) Who is not a natural person; or

"(c) Whose participation in collective bargaining is determined by the licensing agency to be inconsistent with this section or in violation of state
or federal law.

"(2) For purposes of collective bargaining under ORS 243.650 to 243.806,
the State of Oregon is the public employer of record of adult foster care
home providers.

"(3) Notwithstanding ORS 243.650 (19), adult foster care home providers 21are considered to be public employees governed by ORS 243.650 to 243.806. 22Adult foster care home providers have the right to form, join and participate 23in the activities of labor organizations of their own choosing for the pur-24poses of representation and collective bargaining on matters concerning la-25bor relations. Mandatory subjects of collective bargaining include but are 26not limited to provider base rates and add-on payments. These rights shall 27be exercised in accordance with the rights granted to public employees, with 28mediation and interest arbitration under ORS 243.742 as the method of con-29 cluding the collective bargaining process. Adult foster care home providers 30

1 may not strike.

"(4) Notwithstanding subsections (2) and (3) of this section, adult foster
care home providers are not for any other purpose employees of the State
of Oregon or any other public body.

5 "(5)(a) The Oregon Department of Administrative Services shall represent 6 the State of Oregon in collective bargaining negotiations with the certified 7 or recognized exclusive representative of an appropriate bargaining unit of 8 adult foster care home providers. The Oregon Department of Administrative 9 Services is authorized to agree to terms and conditions of collective bar-10 gaining agreements on behalf of the State of Oregon.

"(b) The department shall report to the legislative review agency,
 as defined in ORS 291.371, on any new or changed provisions relating
 to compensation in a collective bargaining agreement negotiated under
 this section.

"(6) Notwithstanding ORS 243.650 (1), an appropriate bargaining unit for
 adult foster care home providers is any bargaining unit recognized by the
 Governor in an executive order issued prior to January 1, 2008.

"(7) This section does not modify any right of an adult receiving fostercare.

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## **"WATER SUPPLY DEVELOPMENT ACCOUNT**

22

"SECTION 14. Section 20, chapter 725, Oregon Laws 2017, is amended to
 read:

Sec. 20. An expenditure of moneys from the Water Supply Development Account is not subject to any application process or public benefit scoring or ranking under ORS 541.663, 541.666, 541.669, 541.673 or 541.677 if the expenditure is for a purpose:

"(1) Specifically identified in an appropriation to the account from the
General Fund [*for the biennium beginning July 1, 2017,*] for carrying out the

1 purpose; or

"(2) Specifically identified in legislation [enacted by the Seventy-ninth
Legislative Assembly] that authorizes a transfer of lottery bond proceeds to
the account for carrying out the purpose.

5 "<u>SECTION 15.</u> Section 21, chapter 725, Oregon Laws 2017, is re-6 pealed.

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9

## **"DEBT SERVICE**

"SECTION 16. Section 4, chapter 609, Oregon Laws 2019, is amended to
 read:

"Sec. 4. There is appropriated to the Department of Education, for the
biennium beginning July 1, 2019, out of the General Fund, the amount of
\$32,479,290 for debt service on [*Article XI-P*] general obligation bonds.

"SECTION 17. Section 6, chapter 609, Oregon Laws 2019, is amended to
 read:

"Sec. 6. Notwithstanding any other law limiting expenditures, the following amounts are established for the biennium beginning July 1, 2019, as the maximum limits for payment of expenses, other than expenses described in sections 7 and 10 of this 2019 Act, from fees, moneys or other revenues, including Miscellaneous Receipts, but excluding lottery funds and federal funds, collected or received by the Department of Education, for the following purposes:

24	(1)	Capital bonding	\$ 130,000,000
25	(2)	Operations	\$ 46,360,200
26	(3)	Oregon School for the Deaf	\$ 6,281,693
27	(4)	Debt service for outstanding	
28		general obligation bonds [sold]	
29		[pursuant to Article XI-P of the]	
30		[Oregon Constitution]	\$ 1

"SECTION 18. Section 5a, chapter 642, Oregon Laws 2019, is amended to
read:

"Sec. 5a. Notwithstanding any other law limiting expenditures, the 3 amount of \$1 is established for the biennium beginning July 1, 2019, as the 4 maximum limit for payment of expenses from fees, moneys or other revenues,  $\mathbf{5}$ including Miscellaneous Receipts and federal funds from the United States 6 Department of Housing and Urban Development for contract services, but 7 excluding lottery funds and federal funds not described in this section, col-8 lected or received by the Housing and Community Services Department, for 9 debt service [and related costs for outstanding general obligation bonds sold 10 pursuant to Article XI-Q of the Oregon Constitution]. 11

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## **"PUBLIC EMPLOYEES RETIREMENT SYSTEM**

14

"SECTION 19. Section 20 of this 2020 Act is added to and made a
 part of ORS chapter 238.

"SECTION 20. At least 30 days before crediting any interest or other 17 income received through investment of moneys to any fund or ac-18 count, the Public Employees Retirement Board shall submit a prelim-19 inary proposal for crediting to the appropriate legislative review 20agency, as defined in ORS 291.371 (1), for its review and comment. The 21proposal shall identify gross earnings, investment expenses and ad-22ministrative expenses, by fund or account, related to the crediting of 23the interest or other income. 24

## 25

"SECTION 21. ORS 238.670 is amended to read:

26 "238.670. (1) At the close of each calendar year in which the earnings on 27 the Public Employees Retirement Fund equal or exceed the assumed interest 28 rate established by the Public Employees Retirement Board under ORS 29 238.255, the board shall set aside, out of interest and other income received 30 through investment of the Public Employees Retirement Fund during that

calendar year, such part of the income as the board may deem advisable, not 1 exceeding seven and one-half percent of the combined total of such income,  $\mathbf{2}$ which moneys so segregated shall remain in the fund and constitute therein 3 a reserve account. The board shall continue to credit the reserve account in 4 the manner required by this subsection until the board determines that the  $\mathbf{5}$ reserve account is adequately funded for the purposes specified in this sub-6 section, but the board may not credit further amounts to the reserve account 7 if the amounts in the reserve account exceed \$50 million. Such reserve ac-8 count shall be maintained and used by the board to prevent any deficit of 9 moneys available for the payment of retirement allowances, due to interest 10 fluctuations, changes in mortality rate or, except as provided in subsection 11 (3) or (4) of this section, other contingency. In addition, the reserve account 12 may be used by the board for the following purposes: 13

"(a) To prevent any deficit in the fund by reason of the insolvency of a
 participating public employer. Reserves under this paragraph may be funded
 only from the earnings on employer contributions made under ORS 238.225.

"(b) To pay any legal expenses or judgments that do not arise in the ordinary course of adjudicating an individual member's benefits or an individual employer's liabilities.

"(2) At the close of each calendar year, the board shall set aside, out of 20interest and other income received during the calendar year, after deducting 21the amounts provided by law and to the extent that such income is available, 22a sufficient amount to credit to the reserves for pension accounts and an-23nuities varying percentage amounts adopted by the board as a result of pe-24riodic actuarial investigations. If total income available for distribution 25exceeds those percentages of the total accumulated contributions of employ-26ees and employers, the reserves for pensions and annuities shall participate 27in such excess. 28

29 "(3) The board may set aside, out of interest and other income received 30 through investment of the fund, such part of the income as the board con-

siders necessary, which moneys so segregated shall remain in the fund and 1 constitute one or more reserve accounts. Such reserve accounts shall be  $\mathbf{2}$ maintained and used by the board to offset gains and losses of invested 3 capital. The board, from time to time, may cause to be transferred from the 4 reserve account provided for in subsection (1) of this section to a reserve  $\mathbf{5}$ account provided for in this subsection such amount as the board determines 6 to be unnecessary for the purposes set forth in subsection (1) of this section 7 and to be necessary for the purposes set forth in this subsection. 8

9 "(4) The board may provide for amortizing gains and losses of invested 10 capital in such instances as the board determines that amortization is pref-11 erable to a reserve account provided for in subsection (3) of this section.

<sup>12</sup> "[(5) At least 30 days before crediting any interest and other income re-<sup>13</sup> ceived through investment of the Public Employees Retirement Fund to any <sup>14</sup> reserve account in the fund, the board shall submit a preliminary proposal for <sup>15</sup> crediting to the appropriate legislative review agency, as defined in ORS <sup>16</sup> 291.371 (1), for its review and comment.]

17 "SECTION 22. Notwithstanding section 24, chapter 105, Oregon 18 Laws 2018, the amount of \$15,500,000 is transferred from the School 19 Districts Unfunded Liability Fund to the Employer Incentive Fund 20 established under section 1, chapter 105, Oregon Laws 2018, to be used 21 to provide matching amounts as described in section 2, chapter 105, 22 Oregon Laws 2018. The transfer shall be made on May 31, 2020.

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## **"GENERAL FUND APPROPRIATION BALANCES**

25 26

"SECTION 23. ORS 293.195 is amended to read:

27 "293.195. (1) Any difference between the amount appropriated for a 28 biennium to the judicial department as defined in ORS 174.113, including 29 amounts appropriated to any agency of the judicial department, and the 30 amount of the appropriation actually expended on or before the end of the biennium, is [continuously] appropriated to the judicial department, out of
the General Fund, for payment of expenses of the judicial department for
the next biennium.

"(2) Any difference between the amount appropriated for a biennium to the legislative department as defined in ORS 174.114, including amounts appropriated to any agency of the legislative department, and the amount of the appropriation actually expended on or before the end of the biennium, is [continuously] appropriated to the legislative department, out of the General Fund, for payment of expenses of the legislative department for the next biennium.

"(3) The appropriations made by subsections (1) and (2) of this section are subject to adjustment by the Legislative Assembly. The Legislative Assembly shall reflect the appropriations, including any adjustments thereto, in an appropriation measure during each biennium.

16 **"OREGON DEPARTMENT OF ADMINISTRATIVE SERVICES** 17 18 "SECTION 24. Sections 1, 2 and 3, chapter 643, Oregon Laws 2019, 19 are repealed. 2021**"PUBLIC EMPLOYEES' BENEFIT BOARD** 2223"SECTION 25. Section 7, chapter 643, Oregon Laws 2019, is repealed. 2425*"JUDICIARY* 2627"SECTION 26. ORS 3.012 is amended to read: 28"3.012. (1) The judicial districts, the counties constituting the judicial 29 districts and the number of circuit court judges for each judicial district are 30

1 as follows:

"(a) The first judicial district consists of Jackson County and has 10
judges.

4 "(b) The second judicial district consists of Lane County and has 15 5 judges.

6 "(c) The third judicial district consists of Marion County and has 15 7 judges.

8 "(d) The fourth judicial district consists of Multnomah County and has9 38 judges.

"(e) The fifth judicial district consists of Clackamas County and has 11
 judges.

"(f) The sixth judicial district consists of the counties of Morrow and
 Umatilla and has five judges.

"(g) The seventh judicial district consists of the counties of Gilliam, Hood
 River, Sherman, Wasco and Wheeler and has four judges.

"(h) The eighth judicial district consists of Baker County and has onejudge.

"(i) The ninth judicial district consists of Malheur County and has twojudges.

20 "(j) The tenth judicial district consists of the counties of Union and 21 Wallowa and has two judges.

"(k) The eleventh judicial district consists of Deschutes County and has
[seven] nine judges.

"(L) The twelfth judicial district consists of Polk County and has threejudges.

"(m) The thirteenth judicial district consists of Klamath County and hasfive judges.

"(n) The fourteenth judicial district consists of Josephine County and hasfive judges.

30 "(o) The fifteenth judicial district consists of the counties of Coos and

1 Curry and has six judges.

"(p) The sixteenth judicial district consists of Douglas County and has
[*five*] six judges.

"(q) The seventeenth judicial district consists of Lincoln County and has
three judges.

6 "(r) The eighteenth judicial district consists of Clatsop County and has 7 three judges.

8 "(s) The nineteenth judicial district consists of Columbia County and has9 three judges.

"(t) The twentieth judicial district consists of Washington County and has
15 judges.

"(u) The twenty-first judicial district consists of Benton County and hasthree judges.

"(v) The twenty-second judicial district consists of the counties of Crook
 and Jefferson and has three judges.

"(w) The twenty-third judicial district consists of Linn County and hasfive judges.

"(x) The twenty-fourth judicial district consists of the counties of Grant
 and Harney and has one judge.

"(y) The twenty-fifth judicial district consists of Yamhill County and has
 four judges.

"(z) The twenty-sixth judicial district consists of Lake County and hasone judge.

"(aa) The twenty-seventh judicial district consists of Tillamook Countyand has two judges.

"(2) The Secretary of State shall designate position numbers equal to the
number of judges in each of the judicial districts established by this section.
The positions shall reflect any qualifications established by ORS 3.041.

29 30

**"OREGON BUSINESS DEVELOPMENT DEPARTMENT** 

"SECTION 27. (1) The Tide Gate Grant and Loan Fund is established
in the State Treasury, separate and distinct from the General Fund.
Interest earned by the Tide Gate Grant and Loan Fund must be credited to the fund.

5 "(2) The Tide Gate Grant and Loan Fund consists of:

6 "(a) Moneys allocated to the Oregon Business Development De-7 partment under section 3 (4), chapter 670, Oregon Laws 2019;

"(b) Moneys appropriated, allocated, deposited or transferred to the
fund by the Legislative Assembly or otherwise;

"(c) Repayments, including interest, of disbursements from the
 fund;

"(d) Moneys received for deposit in the fund from the federal gov ernment, state agencies or local governments; and

14 "(e) Interest earned on moneys in the fund.

"(3) The moneys in the fund are continuously appropriated to the
 department for the purposes specified in section 28 of this 2020 Act.

"SECTION 28. (1) The Oregon Business Development Department
 may directly or indirectly grant, expend or lend moneys from the Tide
 Gate Grant and Loan Fund established under section 27 of this 2020
 Act to:

"(a) Provide grants or loans to plan or construct tide gates, culverts
 and associated drainage infrastructure;

"(b) Obtain professional services for tide gate coordination or for
 technical studies that have a statewide benefit for tide gate project
 development; or

"(c) Pay administrative expenses of the department incurred in carrying out the provisions of this section, including costs of investigating and processing an application, developing contracts, monitoring use of grants or loans by a recipient, investigating and resolving budget discrepancies, closing a project and providing financial and 1 other assistance associated with expenditures from the fund.

2 "(2) The department shall adopt rules necessary to carry out the 3 provisions of this section.

4 "SECTION 29. Sections 27 and 28 of this 2020 Act are repealed on
5 June 30, 2023.

**"DEPARTMENT OF EDUCATION** 

9 "<u>SECTION 30.</u> (1) As used in this section, 'alternative education
10 program' means an education program or school that:

11 "(a) Primarily serves students in a physical location; and

"(b) Is operated by an education service district as an alternative 12 education program or is registered with the Department of Education 13 as a private alternative education program as provided by ORS 336.631. 14 "(2) An alternative education program may apply to the Department 15of Education for a grant under this section if the alternative education 16 program has a student population of which at least 35 percent of the 17 student population is composed of students from the following student 18 19 groups:

"(a) Economically disadvantaged, as described in ORS 327.180
(2)(b)(A);

"(b) Racial or ethnic groups that have historically experienced ac ademic disparities, as described in ORS 327.180 (2)(b)(B); or

"(c) Students with disabilities, as described in ORS 327.180 (2)(b)(C).
"(3) Grant moneys received under this section may be used by a
grant recipient only for the purposes identified in ORS 327.180 (3).

"(4) The department shall use moneys in the Statewide Education
Initiatives Account to award grants as described in this section.
Grants may be awarded only for the 2020-2021 and 2021-2022 school
years.

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"(5) The State Board of Education shall adopt rules necessary for
 the administration of this section. The rules must include:

"(a) Timelines for submitting a grant application and entering into
a grant agreement;

"(b) Requirements for the process an alternative education program
must follow to determine the contents of the grant application and
grant agreement;

8 "(c) Reporting requirements or other accountability measures; and
9 "(d) Calculations of grant amounts, which must:

"(A) Be based, to the greatest extent practicable, on the weighted
 average daily membership of the alternative education program; and

"(B) Identify a minimum amount to be distributed to an alternative
 education program.

<sup>14</sup> "<u>SECTION 31.</u> Section 30 of this 2020 Act is repealed July 1, 2022.

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#### **"DEPARTMENT OF JUSTICE**

17

"SECTION 32. Section 4, chapter 643, Oregon Laws 2019, is repealed.
 "SECTION 33. ORS 147.225 is amended to read:

"147.225. There is established the Criminal Injuries Compensation Account. All moneys in the account are continuously appropriated for and may
be used by the Department of Justice for the purposes authorized in ORS
147.005 to 147.367, 147.390 and 147.397.

## <sup>24</sup> "SECTION 34. ORS 147.390 is amended to read:

<sup>25</sup> "147.390. [(1) Notwithstanding that a child is not a victim under ORS <sup>26</sup> 147.015 (1)(a), in cases of suspected child sexual abuse as described in ORS <sup>27</sup> 419B.005 (1)(a)(C), (D) or (E), or child physical abuse by an adult or caretaker <sup>28</sup> as otherwise described in ORS 419B.005 (1)(a)(A), compensation may be made <sup>29</sup> on behalf of the child for services provided by a children's advocacy center, <sup>30</sup> including a child abuse assessment, a medical assessment or a forensic inter-

1 *view, if:*]

2 "[(a) The expenses are actually paid or incurred by the applicant; and]
3 "[(b) A claim is filed on behalf of the child in the manner provided in ORS
4 147.015.]

5 "[(2) The Department of Justice may pay compensation for child abuse as-6 sessments or medical assessments required by ORS 419B.023 regardless of 7 whether a finding of abuse is made and only if other insurance is unavailable. 8 If the department pays compensation, the department shall pay the compen-9 sation directly to the provider of the services. The medical fee schedules for 10 payment under this section shall be the schedules adopted under ORS 11 147.035.]

"(1) In cases of suspected child sexual abuse as described in ORS 12 419B.005 (1)(a)(C), (D) or (E), or child physical abuse by an adult or 13 caretaker as otherwise described in ORS 419B.005 (1)(a)(A), the De-14 partment of Justice may pay for services provided by a children's ad-15vocacy center, including child abuse assessments, medical assessments 16 and forensic interviews. Payments under this section may be made 17 regardless of whether a finding of abuse is made. The department shall 18 make payments under this section directly to the children's advocacy 19 center. 20

"(2) A children's advocacy center may not charge the department
 more for medical services than the maximum amounts established in
 the medical fee schedules adopted under ORS 147.035.

"(3) As used in this section, 'child abuse assessment,' 'children's advocacy
center,' 'forensic interview' and 'medical assessment' have the meanings
given those terms in ORS 418.782.

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## **"OREGON TOURISM COMMISSION**

29

<sup>30</sup> "SECTION 35. The Oregon Tourism Commission shall, upon re-

quest, provide information and assistance to the Oregon Business Development Department, the Oregon Department of Administrative Services and the Legislative Fiscal Officer for purposes of a report by the Oregon Business Development Department on budgetary, administrative and statutory adjustments necessary to establish the commission as a program within the department.

"SECTION 36. Notwithstanding ORS 192.311 to 192.478, the Oregon
Business Development Department, the Oregon Department of Administrative Services and the Legislative Fiscal Officer may not disclose, in response to a public records request under ORS 192.311 to
192.478, any information or records received from the Oregon Tourism
Commission pursuant to section 35 of this 2020 Act.

"SECTION 37. Section 35 of this 2020 Act is repealed on June 30,
2021.

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#### **"HOUSING AND COMMUNITY SERVICES**

17

"SECTION 38. Section 15, chapter \_\_, Oregon Laws 2020 (Enrolled House
Bill 4001) is amended to read:

"Sec. 15. In addition to and not in lieu of any other appropriation, there is appropriated to the Oregon Department of Administrative Services, for the biennium ending June 30, 2021, out of the General Fund, the following amounts:

"(1) \$1,500,000 to Yamhill County for a navigation center within the urban
growth boundary of the City of McMinnville, pursuant to section 10 of this
2020 Act;

"(2) \$2,500,000 to the City of Bend for a navigation center pursuant to
section 10 of this 2020 Act;

"(3) \$2,500,000 to the City of Medford for a navigation center pursuant to
section 10 of this 2020 Act;

1	"(4) \$5,000,000 to the City of Salem for a navigation center pursuant to
<b>2</b>	section 10 of this 2020 Act; and
3	"(5) \$5,000,000 to Lane County, for use within the City of Eugene, for
4	a navigation center pursuant to section 10 of this 2020 Act.
5	
6	<b>"DEPARTMENT OF TRANSPORTATION</b>
7	
8	" <u>SECTION 39.</u> ORS 391.800, 391.802, 391.810, 391.815, 391.820 and
9	391.830 are repealed.
10	"SECTION 40. No later than July 1, 2021, the Department of
11	Transportation shall transfer from the Elderly and Disabled Special
12	Transportation Fund established under ORS 391.800 to the Statewide
13	Transportation Improvement Fund established under ORS 184.751 any
14	amounts remaining in the Elderly and Disabled Special Transportation
15	Fund.
16	"SECTION 41. ORS 184.751 is amended to read:
17	"184 751 (1) The Statewide Transportation Improvement Fund is estab-

184.751. (1) The Statewide Transportation Improvement Fund is estab 17 lished in the State Treasury, separate and distinct from the General Fund. 18 Interest earned by the Statewide Transportation Improvement Fund shall be 19 credited to the fund. Moneys in the fund are continuously appropriated to 20the Department of Transportation to finance investments and improvements 21[in] or to maintain existing public transportation services, except that the 22moneys may not be used for light rail capital expenses but may be used for 23light rail operation expenses. 24

<sup>25</sup> "(2) The Statewide Transportation Improvement Fund consists of:

<sup>26</sup> "(a) All moneys received from the tax imposed under ORS 320.550;

"(b) Moneys appropriated or otherwise transferred to the fund by the
Legislative Assembly; [and]

<sup>29</sup> "(c) Moneys transferred to the fund under ORS 184.642, 323.455 or <sup>30</sup> 323.457 (1)(d) and (2)(b);

### 1 "(d) Distribution repayments, if any; and

2 "[(c)] (e) Other moneys deposited in the fund from any source.

"(3) Unless approved by the department, the moneys in the Statewide Transportation Improvement Fund may not be used to supplant
local and regional agency moneys currently directed to public transportation service providers.

7 "SECTION 42. ORS 184.758 is amended to read:

"184.758. (1) The Oregon Transportation Commission shall distribute the
moneys in the Statewide Transportation Improvement Fund established under
ORS 184.751 [as follows:] to the Department of Transportation to pay for:
"(a) Program administration; and

"(b) Projects of statewide significance that support the transit net work and manage the operation of public transportation services.

"(2) The moneys described in subsection (1) of this section that re main after the allocation of moneys described in subsection (1) of this
 section shall be allocated as follows:

"(a) Conditioned upon the commission's approval of a public transportation improvement plan, 90 percent to qualified entities;

"(b) Five percent to public transportation service providers based on a
 competitive grant program adopted by the commission by rule;

"(c) Four percent to public transportation service providers to provide funding assistance to cover the costs of improving public transportation services between two or more communities; and

<sup>24</sup> "(d) One percent to the Department of Transportation [to pay the <sup>25</sup> department's administrative costs and expenses associated with carrying out <sup>26</sup> the provisions of ORS 184.752 to 184.766 and] to establish a statewide public <sup>27</sup> transportation technical resource center, the purpose of which is to assist <sup>28</sup> public transportation service providers in rural areas with technical assist-<sup>29</sup> ance, training, transportation planning and information technology.

30 "(3) A portion of the percentage distributions under subsection

(2)(a) of this section shall be dedicated to transit services for older 1 adults and individuals with disabilities. Each biennium the commission  $\mathbf{2}$ shall first distribute the moneys transferred to the fund under ORS 3 184.751 as needed to maintain funding that benefits older adults and 4 individuals with disabilities in the amount distributed during the  $\mathbf{5}$ 2019-2021 biennium. However, this amount shall be adjusted upwards 6 or downwards by the commission biennially based on the rate of 7 growth or decline of the Statewide Transportation Improvement Fund. 8 The percentage distributions under subsection (2)(a) of this section 9 shall be distributed as follows: 10

"(a) Each transportation district and mass transit district shall re-11 ceive that share of the moneys as the population of the counties in 12 which the district is situated, determined under ORS 190.510 to 190.610 13 last preceding apportionment of the moneys, bears to the total popu-14 lation of this state. However, if two or more districts are situated in 15a single county, distribution of moneys under this subsection shall be 16 determined as though only the mass transit district is located in that 17 county or, if there are two or more transportation districts in the 18 county, as though only the transportation district with the highest 19 population is located in that county. 20

"(b) Each county in which no part of a mass transit district or transportation district is located shall receive that share of the moneys as its population, determined under ORS 190.510 to 190.610 last preceding apportionment of the moneys, bears to the total population of this state.

"(c) Each federally recognized Indian tribe shall receive that share of the moneys as the population of the tribe residing in Oregon, determined by the commission by rule, bears to the total population of this state.

30 "(4) Each qualified entity under subsection (3) of this section shall
receive an annual amount of no less than \$67,700. However, this
amount shall be adjusted upwards or downwards by the commission
biennially based on the rate of growth or decline of the Statewide
Transportation Improvement Fund.

5 "[(2)] (5) For purposes of the percentage distributions under subsection
6 [(1)(a)] (2)(a) of this section:

"(a) Each distribution must be in such shares that the amount of tax paid,
as required under ORS 320.550, in the area of each qualified entity bears to
the total amount of the tax paid statewide, provided that each qualified entity receives an annual amount of [at least \$100,000] no less than \$100,000.
However, this amount shall be adjusted upwards or downwards by the
commission biennially based on the rate of growth or decline of the
Statewide Transportation Improvement Fund.

"(b) If more than one mass transit district or transportation district is
located within a single county, the commission shall distribute the moneys
to the larger district.

17 "[(3)] (6) The commission shall adopt by rule:

"(a) A competitive grant program, by which a public transportation service provider may apply for a percentage distribution under subsection [(1)(b)] (2)(b) of this section, and the terms and conditions of grants.

"(b) A competitive grant program, by which a public transportation service provider may apply for a percentage distribution under subsection [(1)(c)] (2)(c) of this section, and the terms and conditions of grants.

"(c) A process to review and approve a public transportation improvement
plan submitted under subsection [(4)] (7) of this section.

"(d) Procedures for appealing a rejection of a public transportation improvement plan submitted under subsection [(4)] (7) of this section.

"(e) Any other provisions or procedures that are necessary for the commission to carry out the provisions of ORS 184.758 to 184.766.

(4) (7) To be eligible to receive a percentage distribution under sub-

section [(1)(a)] (2)(a) of this section, a qualified entity shall prepare and submit a public transportation improvement plan to the commission. The commission must approve the plan submitted by the qualified entity before the commission may make a percentage distribution to the qualified entity.

5 "[(5)] (8) At a minimum, a public transportation improvement plan sub-6 mitted under this section must include:

"(a) For each proposed project, the amount of moneys from the percentage
distribution that would be allocated to the project to fund the following:

9 "(A) Increased frequency of bus service schedules in communities with a 10 high percentage of low-income households;

"(B) Procurement of buses that are powered by natural gas or electricity
for use in areas with a population of 200,000 or more;

"(C) Implementation of programs to reduce fares for public transportation
 in communities with a high percentage of low-income households;

"(D) Expansion of bus routes and bus services to reach communities with
 a high percentage of low-income households;

"(E) Improvement in the frequency and reliability of service connections
between communities inside and outside of the qualified entity's service area;
"(F) Coordination between public transportation service providers to reduce fragmentation in the provision of transportation services; [and]

"(G) Implementation of programs to provide student transit services for
 students in grades 9 through 12; and

23 "(H) Services for older adults and people with disabilities;

"(b) For the current fiscal year, a summary of any plans and project
 proposals approved by an advisory committee under ORS 184.761; and

"(c) If a qualified entity was a recipient of a percentage distribution in the preceding fiscal year, the amount of moneys received from the distribution that were allocated to a project for the purposes described under paragraph (a) of this subsection.

(6) (9) If practicable, as determined by the commission by rule each

qualified entity shall spend at least one percent of the amount received each
year under subsection [(1)(a)] (2)(a) of this section to implement programs
to provide student transit services for students in grades 9 through 12.

"[(7)] (10) After the commission makes a distribution under subsection
[(1)] (2) of this section, qualified entities may enter into intergovernmental
agreements under ORS chapter 190 to combine the moneys received for public
transportation improvements.

8 "[(8)] (11) If the commission rejects a public transportation improvement 9 plan or a grant application submitted under this section, the commission 10 shall notify the entity or provider in writing and state the reasons for the 11 rejection.

"[(9)] (12) The Department of Transportation shall make all grant applications submitted under this section available to the public.

14

"SECTION 43. ORS 184.761 is amended to read:

15 "184.761. (1) The governing body of each qualified entity shall appoint an 16 advisory committee to advise and assist the governing body in prioritizing 17 plans or projects to be funded from the moneys received from a percentage 18 distribution under ORS 184.758 to public transportation service providers 19 that provide services within the jurisdiction of the qualified entity.

"(2) Before receiving funding for a project under ORS 184.758 (2)(a), a 20public transportation service provider that provides services [within the ju-21risdiction of a qualified entity] shall submit a plan or project proposal to the 22governing body of the qualified entity and receive the advisory committee's 23approval of the plan or project proposal. The plans or project proposals 24submitted under this subsection must describe how the funds would be used. 2526 Client-only projects, as defined by the Oregon Transportation Commission by rule, may be eligible for consideration if the project is part 27of a planned and coordinated community transportation program. 28

29 "(3) An advisory committee appointed under this section shall review ev-30 ery plan or project proposal required under subsection (2) of this section and

1 may propose any changes to the policies or practices of the governing body 2 relating to the distribution of funding under ORS 184.758 (2)(a) and that 3 the advisory committee considers necessary to ensure that:

"(a) A public transportation service provider that has received funding
under ORS 184.758 (2)(a) has applied the moneys received in accordance with
and for the purposes described in the provider's plan or project proposal; and
"(b) A plan or project proposal submitted by a public transportation service provider does not fragment the provision of public transportation services.

10 "(4) The Oregon Transportation Commission shall adopt by rule:

"(a) Requirements for the composition of an advisory committee appointed
 under this section;

"(b) Criteria that must be included in a plan or project proposal required
under subsection (2) of this section; and

"(c) A process by which an advisory committee shall review and approve
 a plan or project proposal.

"(5) Notwithstanding subsection (1) of this section, the governing bodies of two or more qualified entities may appoint advisory committee members to a joint advisory committee under conditions determined by the commission by rule.

## <sup>21</sup> "SECTION 44. ORS 184.766 is amended to read:

"184.766. (1) Every qualified entity that receives a percentage distribution
under ORS 184.758 shall submit the following to the Department of Transportation:

<sup>25</sup> "[(1)] (**a**) No later than 60 days after the end of the fiscal year, a report <sup>26</sup> on any actions taken by a public transportation service provider located <sup>27</sup> within the area of a qualified entity to mitigate the impact of the tax im-<sup>28</sup> posed under ORS 320.550 on passengers who reside in low-income communi-<sup>29</sup> ties;

(2) (b) No later than 30 days after adoption, the annual budget for the

1 upcoming fiscal year; and

2 "[(3)] (c) No later than 30 days after receipt of the final results of any 3 audits of the qualified entity or of a public transportation service provider 4 located within the area of the qualified entity as required by a local, state 5 or federal oversight agency for purposes of statewide reporting, the final re-6 sults including, but not limited to:

7 "[(a)] (A) The state financial report required under ORS 291.040;

8 "[(b)] (B) The results of any comprehensive review completed by the
9 Federal Transit Administration or the department; [and]

"[(c)] (C) Any information submitted by the qualified entity as a part of the requirements of a statewide audit in accordance with the federal Single Audit Act of 1984 (31 U.S.C. 7501 to 7507), as amended by the Single Audit Act Amendments of 1996 (P.L. 104-156)[.]; and

"(D) Any quarterly reports that detail project progress, outcomes
 achieved and the expenditure of funds described under ORS 184.758
 (2)(a).

"(2) The Oregon Transportation Commission shall establish rules 17 concerning the making of agreements for the distributions made to 18 qualified entities under ORS 184.758. Each agreement must include a 19 condition that requires a qualified entity to repay, in full, distributions 20paid to the qualified entity, if the commission determines that the 21recipient has failed meet to any terms or conditions of the agreement. 22"SECTION 45. The amendments to ORS 184.766 by section 44 of this 232020 Act apply to distributions made on or after the effective date of 24this 2020 Act. 25

- 26
- 27

## "(Conforming amendments)

28

<sup>29</sup> "SECTION 46. ORS 184.642 is amended to read:

<sup>30</sup> "184.642. (1) The Department of Transportation Operating Fund is estab-

lished in the State Treasury separate and distinct from the General Fund and 1 separate and distinct from the State Highway Fund. Except as otherwise  $\mathbf{2}$ provided in subsection (3)(e) of this section, moneys in the Department of 3 Transportation Operating Fund are continuously appropriated to the De-4 partment of Transportation to pay expenses of the department that are in- $\mathbf{5}$ curred in the performance of functions the department is statutorily required 6 or authorized to perform and that may not constitutionally be paid from 7 revenues described in section 3a, Article IX of the Oregon Constitution. 8

9 "(2) The operating fund shall consist of the following:

"(a) Taxes paid on motor vehicle fuels or on the use of fuel in a motor vehicle for which a person is entitled to a refund under a provision described in this paragraph but for which no refund is claimed, in amounts determined under ORS 184.643. This paragraph applies to refund entitlements described in ORS 319.280 (1)(a) and (e), 319.320 (1)(a) and 319.831 (1)(b).

- 15 "(b) Fees collected under ORS 822.700 for issuance or renewal of:
- 16 "(A) Dismantler certificates;
- 17 "(B) Vehicle dealer certificates;

18 "(C) Show licenses;

- 19 "(D) Vehicle transporter certificates;
- 20 "(E) Driver training instructor certificates;
- 21 "(F) Commercial driver training school certificates; and
- 22 "(G) Vehicle appraiser certificates.
- <sup>23</sup> "(c) Late fees collected under ORS 822.700.
- <sup>24</sup> "(d) Fees collected under ORS 822.705.
- <sup>25</sup> "(e) Moneys from civil penalties imposed under ORS 822.009.
- <sup>26</sup> "(f) Fees collected under ORS 807.410 for identification cards.

"(g) Fees collected by the department for issuance of permits to engage in activities described in ORS 374.302 to 374.334 that are not directly connected to the construction, reconstruction, improvement, repair, maintenance, operation and use of a public highway, road, street or roadside rest

1 area.

"(h) Fees collected under ORS 835.017 for services provided to the Oregon
Department of Aviation.

4 "(i) Interest and other earnings on moneys in the operating fund.

"(3) Moneys in the Department of Transportation Operating Fund established by subsections (1) and (2) of this section may be spent only as follows:
"(a) Taxes described in subsection (2)(a) of this section may be used only

8 for payment of expenses of the Department of Transportation that:

9 "(A) May not constitutionally be paid from revenues described in section
10 3a, Article IX of the Oregon Constitution;

11 "(B) Are incurred in the performance of functions the department is 12 statutorily required or authorized to perform; and

"(C) Are not payable from moneys described in paragraphs (b) to (e) ofthis subsection.

15 "(b) Fees collected under subsection (2)(b) of this section may be used 16 only to carry out the regulatory functions of the department relating to the 17 businesses that generate the fees.

"(c) Fees collected under ORS 822.705 may be used only for the purposes
described in ORS 822.705.

"(d) Moneys collected from civil penalties imposed under ORS 822.009 may
be used only for regulation of vehicle dealers.

<sup>22</sup> "(e) Moneys collected under ORS 807.410 from fees for identification cards <sup>23</sup> shall be used first to pay the expenses of the department for performing the <sup>24</sup> functions of the department relating to identification cards. After paying the <sup>25</sup> expenses related to identification cards, the department shall transfer the <sup>26</sup> remaining moneys collected under ORS 807.410 to the [*Elderly and Disabled* <sup>27</sup> Special Transportation Fund established in ORS 391.800] **Statewide Trans**-

28 portation Improvement Fund established in ORS 184.751.

"(f) Moneys from the permits described in subsection (2)(g) of this section may be used for costs of issuing the permits and monitoring the activities

1 that generate the fees.

"(g) Moneys from interest and other earnings on moneys in the operating
fund may be used for any purpose for which other moneys in the fund may
be used.

5 "SECTION 47. ORS 323.455 is amended to read:

"323.455. (1) All moneys received by the Department of Revenue from the 6 tax imposed by ORS 323.030 (1) shall be paid over to the State Treasurer to 7 be held in a suspense account established under ORS 293.445. The department 8 may pay expenses for administration and enforcement of ORS 323.005 to 9 323.482 out of moneys received from the tax imposed under ORS 323.030 (1). 10 Amounts necessary to pay administrative and enforcement expenses are 11 continuously appropriated to the department from the suspense account. Af-12 ter the payment of administrative and enforcement expenses and refunds, 13 89.65 percent shall be credited to the General Fund, 3.45 percent is appro-14 priated to the cities of this state, 3.45 percent is appropriated to the counties 15of this state and 3.45 percent is continuously appropriated to the Department 16 of Transportation for the purpose of financing and improving transportation 17 services for [elderly individuals] older adults and individuals with disabili-18 ties [as provided in ORS 391.800 to 391.830]. 19

"(2) The moneys appropriated to cities and counties under subsection (1) 20of this section shall be paid on a monthly basis within 35 days after the end 21of the month for which a distribution is made. Each city shall receive such 22share of the money appropriated to all cities as its population, as determined 23under ORS 190.510 to 190.590 last preceding such apportionment, bears to the 24total population of the cities of the state, and each county shall receive such 25share of the money as its population, determined under ORS 190.510 to 26190.590 last preceding such apportionment, bears to the total population of 27the state. 28

"(3) The moneys appropriated to the Department of Transportation under
 subsection (1) of this section shall be distributed and transferred to the [*El*-

derly and Disabled Special Transportation Fund established by ORS 391.800]
 Statewide Transportation Improvement Fund established in ORS
 184.751 at the same time as the cigarette tax moneys are distributed to cities
 and counties under this section.

5 "(4) Of the moneys credited to the General Fund under subsection (1) of 6 this section, 51.92 percent shall be dedicated to funding the maintenance and 7 expansion of the number of persons eligible for the medical assistance pro-8 gram under ORS chapter 414, or to funding the maintenance of the benefits 9 available under the program, or both, and 5.77 percent shall be credited to 10 the Tobacco Use Reduction Account established under ORS 431A.153.

"(5) All moneys received by the Department of Revenue from the tax imposed by ORS 323.030 (4) shall be paid over to the State Treasurer to be held in a suspense account established under ORS 293.445. After the payment of refunds, the balance shall be credited to the Oregon Health Authority Fund established by ORS 413.101 and shall be used to provide the services described in ORS 430.630.

"SECTION 48. If chapter 525, Oregon Laws 2019 (IRR 402), is approved
by the voters at the general election held throughout this state on November
3, 2020, ORS 323.455, as amended by section 4, chapter 525, Oregon Laws
2019, is amended to read:

"323.455. (1) All moneys received by the Department of Revenue from the 21tax imposed by ORS 323.030 (1) shall be paid over to the State Treasurer to 22be held in a suspense account established under ORS 293.445. The department 23may pay expenses for administration and enforcement of ORS 323.005 to 24323.482 out of moneys received from the tax imposed under ORS 323.030 (1), 25after all amounts available under section 3, chapter 525, Oregon Laws 2019, 26for expenses for administration and enforcement of ORS 323.005 to 323.482 27have been used. Amounts necessary to pay administrative and enforcement 28expenses are continuously appropriated to the department from the suspense 29 account. After the payment of administrative and enforcement expenses and 30

refunds, 89.65 percent shall be credited to the General Fund, 3.45 percent is appropriated to the cities of this state, 3.45 percent is appropriated to the counties of this state and 3.45 percent is continuously appropriated to the Department of Transportation for the purpose of financing and improving transportation services for [*elderly individuals*] **older adults** and individuals with disabilities [*as provided in ORS 391.800 to 391.830*].

(2) The moneys appropriated to cities and counties under subsection (1) 7 of this section shall be paid on a monthly basis within 35 days after the end 8 of the month for which a distribution is made. Each city shall receive such 9 share of the money appropriated to all cities as its population, as determined 10 under ORS 190.510 to 190.590 last preceding such apportionment, bears to the 11 total population of the cities of the state, and each county shall receive such 12 share of the money as its population, determined under ORS 190.510 to 13 190.590 last preceding such apportionment, bears to the total population of 14 the state. 15

"(3) The moneys appropriated to the Department of Transportation under
subsection (1) of this section shall be distributed and transferred to the [*El- derly and Disabled Special Transportation Fund established by ORS 391.800*]
Statewide Transportation Improvement Fund established in ORS
184.751 at the same time as the cigarette tax moneys are distributed to cities
and counties under this section.

<sup>22</sup> "(4) Of the moneys credited to the General Fund under subsection (1) of <sup>23</sup> this section, 51.92 percent shall be dedicated to funding the maintenance and <sup>24</sup> expansion of the number of persons eligible for the medical assistance pro-<sup>25</sup> gram under ORS chapter 414, or to funding the maintenance of the benefits <sup>26</sup> available under the program, or both, and 5.77 percent shall be credited to <sup>27</sup> the Tobacco Use Reduction Account established under ORS 431A.153.

"(5) All moneys received by the Department of Revenue from the tax imposed by ORS 323.030 (4) shall be paid over to the State Treasurer to be held
in a suspense account established under ORS 293.445. After the payment of

refunds, the balance shall be credited to the Oregon Health Authority Fund
established by ORS 413.101 and shall be used to provide the services described in ORS 430.630.

4 "SECTION 49. ORS 323.457 is amended to read:

"323.457. (1) Moneys received under ORS 323.031 shall be paid over to the
State Treasurer to be held in a suspense account established under ORS
293.445. After the payment of refunds:

8 "(a) 29.37/30 of the moneys shall be credited to the Oregon Health Plan
9 Fund established under ORS 414.109;

"(b) 0.14/30 of the moneys are continuously appropriated to the Oregon
 Department of Administrative Services for distribution to the cities of this
 state;

"(c) 0.14/30 of the moneys are continuously appropriated to the Oregon
 Department of Administrative Services for distribution to the counties of this
 state;

"(d) 0.14/30 of the moneys are continuously appropriated to the Department of Transportation to be distributed and transferred to the [*Elderly and Disabled Special Transportation Fund established under ORS 391.800*]
Statewide Transportation Improvement Fund established in ORS
184.751; and

"(e) 0.21/30 of the moneys shall be credited to the Tobacco Use Reduction
Account established under ORS 431A.153.

"(2)(a) Moneys distributed to cities and counties under this section shall
be distributed to each city or county using the proportions used for distributions made under ORS 323.455.

"(b) Moneys shall be distributed to cities, counties and the [Elderly and
Disabled Special Transportation Fund] Statewide Transportation Improvement Fund at the same time moneys are distributed to cities, counties
and the [Elderly and Disabled Special Transportation Fund] Statewide
Transportation Improvement Fund under ORS 323.455.

"SECTION 50. If chapter 525, Oregon Laws 2019 (IRR 402), is approved
by the voters at the general election held throughout this state on November
3, 2020, ORS 323.457, as amended by section 5, chapter 525, Oregon Laws
2019, is amended to read:

"323.457. (1) Moneys received under ORS 323.031 (1) shall be paid over to
the State Treasurer to be held in a suspense account established under ORS
293.445. After the payment of refunds:

"(a) 29.37/30 of the moneys shall be credited to the Oregon Health Authority Fund established under ORS 413.101;

"(b) 0.14/30 of the moneys are continuously appropriated to the Oregon
 Department of Administrative Services for distribution to the cities of this
 state;

"(c) 0.14/30 of the moneys are continuously appropriated to the Oregon
 Department of Administrative Services for distribution to the counties of this
 state;

"(d) 0.14/30 of the moneys are continuously appropriated to the Department of Transportation to be distributed and transferred to the [*Elderly and Disabled Special Transportation Fund established under ORS 391.800*]
Statewide Transportation Improvement Fund established in ORS
184.751; and

"(e) 0.21/30 of the moneys shall be credited to the Tobacco Use Reduction
Account established under ORS 431A.153.

"(2)(a) Moneys distributed to cities and counties under this section shall
be distributed to each city or county using the proportions used for distributions made under ORS 323.455.

"(b) Moneys shall be distributed to cities, counties and the [Elderly and
Disabled Special Transportation Fund] Statewide Transportation Improvement Fund at the same time moneys are distributed to cities, counties
and the [Elderly and Disabled Special Transportation Fund] Statewide
Transportation Improvement Fund under ORS 323.455.

## <sup>1</sup> **"SECTION 51.** ORS 184.675 is amended to read:

2 "184.675. As used in ORS 184.670 to 184.733, unless the context requires
3 otherwise:

4 "(1) 'Director' means Director of Transportation.

5 "(2) 'Department' means the Department of Transportation.

"(3) 'Indian tribe' means a federally recognized Indian tribe in
Oregon that has members residing on a reservation or tribal trust
lands in Oregon.

9 "[(3)] (4) 'Operating agreement' means an agreement for the operation or 10 maintenance on behalf of the Department of Transportation of all or part 11 of a public transportation system, but does not include agreements by which 12 the department provides only financial or technical assistance or transpor-13 tation facilities or equipment and which do not control routes, rates or levels 14 of service, or agreements under which such control is exercised by the fed-15 eral government through the department.

"[(4)] (5) 'Public transportation system' means any form of passenger transportation system, whether or not for hire, including but not limited to air, rail, other fixed guideway, bus, jitney, taxi and dial-a-ride passenger transportation systems within, between and outside of urban and urbanized areas, and including related passenger terminal facilities and motor vehicle parking facilities.

"[(5)] (6) 'Person' means the United States or any state or any department
or agency of any of the above, or any nonprofit corporation or entity or any
other individual, corporation or entity, either public or private.

25 "[(6) 'Bus' means a motor vehicle designed for carrying 15 or more passen-26 gers, exclusive of the driver, and used for the transportation of persons.]

"(7) 'Public transportation entity' includes a city, county, transportation
district, mass transit district, metropolitan service district, Indian tribe [as
defined in ORS 391.802] or private nonprofit corporation operating a public
transportation system.

1 "	<b>SECTION</b>	<b>52</b> .	ORS	293.701	is	amended	to	read:
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2 "293.701. As used in ORS 293.701 to 293.857, unless the context requires 3 otherwise:

4 "(1) 'Council' means the Oregon Investment Council.

5 "(2) 'Investment funds' means:

6 "(a) Public Employees Retirement Fund referred to in ORS 238.660;

7 "(b) Industrial Accident Fund referred to in ORS 656.632;

8 "(c) Consumer and Business Services Fund referred to in ORS 705.145;

9 "(d) Employment Department Special Administrative Fund referred to in
10 ORS 657.822;

"(e) Insurance Fund referred to in ORS 278.425;

"(f) Funds under the control and administration of the Department ofState Lands;

<sup>14</sup> "(g) Oregon Student Assistance Fund referred to in ORS 348.570;

"(h) Moneys made available to the Commission for the Blind under ORS
 346.270 and 346.569 or rules adopted thereunder;

"(i) Forest Development Revenue Bond Fund referred to in ORS 530.147
and State Forestry General Obligation Bond Fund referred to in ORS 530.280;
"(i) One Weylow is the state of the state

19 "(j) Oregon War Veterans' Fund referred to in ORS 407.495;

"(k) Oregon War Veterans' Bond Sinking Account referred to in ORS
407.515;

<sup>22</sup> "(L) World War II Veterans' Compensation Fund;

23 "(m) World War II Veterans' Bond Sinking Fund;

"(n) Funds in the hands of the State Treasurer that are not required to
meet current demands and that are invested in the Oregon Short Term Fund
established under ORS 293.728 or in another commingled investment vehicle;

"(o) State funds that are not subject to the control and administration
of officers or bodies specifically designated by law;

29 "(p) Funds derived from the sale of state bonds;

<sup>30</sup> "(q) Social Security Revolving Account referred to in ORS 237.490;

1 "(r) Public University Fund established by ORS 352.450;

2 "(s) Local Government Employer Benefit Trust Fund referred to in ORS
3 657.513;

4 "[(t) Elderly and Disabled Special Transportation Fund established by 5 ORS 391.800;]

6 "[(u)] (t) Education Stability Fund established by ORS 348.696;

7 "[(v)] (u) Deferred Compensation Fund established under ORS 243.411;

8 "[(w)] (v) Trust for Cultural Development Account established under ORS
9 359.405; and

"[(x)] (w) The State Library Donation Fund and the Talking Book and
 Braille Library Endowment Fund subaccount established under ORS 357.195.
 "(3) 'Investment officer' means the State Treasurer in the capacity as in vestment officer for the council.

"SECTION 53. ORS 293.701, as amended by section 64, chapter 678,
 Oregon Laws 2019, is amended to read:

"293.701. As used in ORS 293.701 to 293.857, unless the context requires
 otherwise:

18 "(1) 'Council' means the Oregon Investment Council.

19 "(2) 'Investment funds' means:

20 "(a) Public Employees Retirement Fund referred to in ORS 238.660;

21 "(b) Industrial Accident Fund referred to in ORS 656.632;

<sup>22</sup> "(c) Consumer and Business Services Fund referred to in ORS 705.145;

"(d) Employment Department Special Administrative Fund referred to in
 ORS 657.822;

<sup>25</sup> "(e) Insurance Fund referred to in ORS 278.425;

"(f) Funds under the control and administration of the Department ofState Lands;

<sup>28</sup> "(g) Oregon Student Assistance Fund referred to in ORS 348.570;

"(h) Moneys made available to the Commission for the Blind under ORS
346.270 and 346.569 or rules adopted thereunder;

"(i) Forest Development Revenue Bond Fund referred to in ORS 530.147
and State Forestry General Obligation Bond Fund referred to in ORS 530.280;
"(j) Oregon War Veterans' Fund referred to in ORS 407.495;

4 "(k) Oregon War Veterans' Bond Sinking Account referred to in ORS
5 407.515;

6 "(L) World War II Veterans' Compensation Fund;

7 "(m) World War II Veterans' Bond Sinking Fund;

"(n) Funds in the hands of the State Treasurer that are not required to
meet current demands and that are invested in the Oregon Short Term Fund
established under ORS 293.728 or in another commingled investment vehicle;
"(o) State funds that are not subject to the control and administration
of officers or bodies specifically designated by law;

13 "(p) Funds derived from the sale of state bonds;

14 "(q) Social Security Revolving Account referred to in ORS 237.490;

<sup>15</sup> "(r) Public University Fund established by ORS 352.450;

"(s) Local Government Employer Benefit Trust Fund referred to in ORS
657.513;

"[(t) Elderly and Disabled Special Transportation Fund established by
 ORS 391.800;]

(u) (t) Education Stability Fund established by ORS 348.696;

"[(v)] (u) Deferred Compensation Fund established under ORS 243.411;

"[(w)] (v) Trust for Cultural Development Account established under ORS
359.405;

"[(x)] (w) The State Library Donation Fund and the Talking Book and
 Braille Library Endowment Fund subaccount established under ORS 357.195;
 "[(y)] (x) Funds in the Unclaimed Property Revolving Fund created in
 ORS 98.388; and

<sup>28</sup> "[(z)] (y) Funds in the Common School Fund that are available for in-<sup>29</sup> vestment.

30 "(3) 'Investment officer' means the State Treasurer in the capacity as in-

vestment officer for the council. 1

 $\mathbf{2}$ 

"SECTION 54. ORS 541.561 is amended to read:

"541.561. (1) The Water Resources Department shall establish a grant 3 program to pay the qualifying costs of planning studies performed to evalu-4 ate the feasibility of developing a water conservation, reuse or storage  $\mathbf{5}$ project, as described in ORS 541.566. A grant under this section may be made 6 to a local government as defined in ORS 174.116, [to an Indian tribe as de-7 fined in ORS 391.802] a federally recognized Indian tribe in Oregon that 8 has members residing on a reservation or tribal trust lands in Oregon 9 or to a person. 10

"(2) In lieu of grants, the department may pay the cost of providing direct 11 services, including but not limited to technical planning services, for a 12 planning study that is eligible for a grant under this section. 13

"(3) A grant or the cost of direct services provided under this section may 14 not exceed \$500,000 per project. A grant or payment for direct services may 15be provided only if the amount of the grant or the cost of the direct services 16 is matched by funding from another source that is not less than a dollar-17 for-dollar match of the amount or cost. 18

"(4) Grants and the cost of direct services provided under this section 19 must be paid for from moneys available in the Water Conservation, Reuse 20and Storage Investment Fund. 21

"(5)(a) In evaluating above ground storage projects for awards of grants 22or payments for direct services under this section, the department shall give 23priority to projects that include provisions for using stored water to augment 24in-stream flows to conserve, maintain and enhance aquatic life, fish life or 25other ecological values. 26

"(b) In evaluating all other eligible projects, the department shall give 27priority to projects identified by the department in a statewide water as-28sessment and inventory for the award of grants or provision of payment for 29 direct services under this section. 30

1	" <u>SECTION 55.</u> ORS 541.659 is amended to read:
<b>2</b>	"541.659. Loans and grants may be made from the Water Supply Develop-
3	ment Account to persons as defined in ORS 536.007, [Indian tribes as defined
4	in ORS 391.802] a federally recognized Indian tribe in Oregon that has
5	members residing on a reservation or tribal trust lands in Oregon and
6	nonprofit organizations. If an applicant is required to have a water man-
7	agement and conservation plan, the plan must be submitted to the Water
8	Resources Department and receive approval prior to department acceptance
9	of an application for a loan or grant from the account.
10	
11	"CAPTIONS
12	
13	"SECTION 56. The unit captions used in this 2020 Act are provided
14	only for the convenience of the reader and do not become part of the
15	statutory law of this state or express any legislative intent in the
16	enactment of this 2020 Act.
17	
18	<b>"EMERGENCY CLAUSE</b>
19	
20	"SECTION 57. This 2020 Act being necessary for the immediate
21	preservation of the public peace, health and safety, an emergency is
22	
	declared to exist, and this 2020 Act takes effect on its passage.".
23	declared to exist, and this 2020 Act takes effect on its passage.".