

FISCAL IMPACT OF PROPOSED LEGISLATION

Measure: SB 846 - 1

81st Oregon Legislative Assembly – 2021 Regular Session
Legislative Fiscal Office

*Only Impacts on Original or Engrossed
Versions are Considered Official*

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Measure Description:

This measure implements statutory changes necessary to support the 2019-21 legislatively approved budget and to clarify the application of statutes.

Government Unit(s) Affected:

Department of Education (ODE), Department of Justice (DOJ), Oregon Health Authority (OHA), Public Employees Retirement System (PERS), Department of Administrative Services (DAS), Department of Human Services (DHS), Department of State Lands (DSL), Oregon Lottery Commission, and Bureau of Labor and Industries.

Summary of Fiscal Impact:

Costs related to the measure may require budgetary action - See explanatory analysis.

Analysis: This measure implements statutory changes necessary to support the 2019-21 legislatively approved budget and to clarify the application of statutes. This measure, relating to state financial administration, is not an appropriation bill and therefore does not include the appropriation of funds. The measure, however, is necessary to achieve a balanced budget for the 2019-21 biennium. The measure has an emergency clause and is effective on passage.

The fiscal or budgetary impacts of provisions of this measure are contained in HB 5042 (budget reconciliation). Change to Other Funds transfers provided in this measure are one-time in nature and only apply to the 2019-21 biennium. Transfers shall be made by June 30, 2021. The following table summarizes, by section and agency, the fiscal impact of this measure:

Section/Gov't Unit	Program Change	Fiscal Impact
§1 Public Employees Retirement System/ Department of Administrative Services/Oregon Lottery Commission	Reduces the transfer of net lottery proceeds from sports betting games to the Public Employees Retirement System - Employer Incentive Fund by the constitutionally dedicated transfers of net lottery proceeds to: the Education Stability Fund (18%); Parks and Natural Resources Fund (15%); and the Veterans' Services Fund (1.5%). Within the Department of Administrative Services - Administrative Services Economic Development Fund, the amount of sports betting proceeds distributed to constitutionally dedicated funds is estimated to be \$1.1 million in 2019-21. Limits the amount of sports betting lottery proceeds to be transferred by the Department of Administrative Services - Administrative Services Economic Development Fund to Public Employees Retirement System - Employer Incentive Fund unless matching funds applications have been approved by the PERS Board.	No Fiscal Impact

Section/Gov't Unit	Program Change	Fiscal Impact
§2 Department of Administrative Services/Department of Justice	Repeals the transfer of \$10 million from the Insurance (Risk) Fund to the General Fund for general governmental purposes; repeals the transfer of \$2 million from the Operating Account (Legal Services Fund) to the General Fund for general governmental purposes; repeals the transfer of \$2.3 million from the Operating Account (Charities Activities) to the General Fund for general governmental purposes; and repeals the transfer of \$800,000 from Operating Account (Medicaid Fraud) to the General Fund for general governmental purposes.	No Fiscal Impact
§3 Department of Administrative Services	Modifies the effective date from May 31 to June 30, 2021 of an Operating Fund transfer to the General Fund for general governmental purposes.	No Fiscal Impact
§4 Department of Administrative Services	Modifies the effective date from May 31 to June 30, 2021 of a State Information Technology Operating Fund transfer to the General Fund for general governmental purposes.	No Fiscal Impact
§5 Department of Justice	Modifies the effective date from May 31 to June 30, 2021 of a Protection and Education Account Revolving Fund transfer to the General Fund for general governmental purposes.	No Fiscal Impact
§6 Department of Consumer and Business Services	Modifies the effective date from May 31 to June 30, 2021 of a Health Insurance Exchange Fund transfer to the General Fund for general governmental purposes.	No Fiscal Impact
§7 Oregon Health Authority	Modifies the effective date from May 31 to June 30, 2021 of a Public Employees' Revolving Fund transfer to the General Fund for general governmental purposes.	No Fiscal Impact
§8 Department of State Lands	Modifies the effective date from May 31 to June 30, 2021 of a Portland Harbor Cleanup Fund transfer to the General Fund for general governmental purposes.	No Fiscal Impact
§9 Department of Justice	Modifies the effective date from May 31 to June 30, 2021 of a Tobacco Enforcement Fund transfer to the General Fund for general governmental purposes.	No Fiscal Impact

Section/Gov't Unit	Program Change	Fiscal Impact
§10 Public Employees Retirement System	Modifies the effective date from May 31 to June 30, 2021 of a School Districts Unfunded Liability Fund transfer to the General Fund for general governmental purposes.	No Fiscal Impact
§11 Oregon Health Authority	Modifies the effective date from May 31 to June 30, 2021 of a Law Enforcement Medical Liability Account transfer to the General Fund for general governmental purposes.	No Fiscal Impact
§12 Department of Education	Modifies the effective date from May 31 to June 30, 2021 of a State School Fund transfer, from moneys allocated to the Youth Corrections Education Program and the Juvenile Detention Education Program, to the General Fund for general governmental purposes.	No Fiscal Impact
§13 Department of Education	Modifies the effective date from May 31 to June 30, 2021 of a Blind and Visually Impaired Student Fund transfer to the General Fund for general governmental purposes.	No Fiscal Impact
§14 Bureau of Labor and Industries	Modifies the effective date from May 31 to June 30, 2021 of a Wage Security Fund transfer to the General Fund for general governmental purposes.	No Fiscal Impact
§15-18 Oregon Health Authority	Enables the expenditure of marijuana revenue by the Oregon Health Authority in 2019-21 on addiction treatment and recovery services in place of the approval process established in Ballot Measure 110 (2020). Establishes July 1, 2021 as the date the Oversight and Accountability Council has the authority to implement addiction recovery centers. Extends deadline for the Council's adoption of rules to September 1, 2021 and establishment of addiction recovery centers to January 1, 2022. The associated Other Fund expenditure limitation is included in HB 5042.	\$20.2 million Other Funds (marijuana revenue)
§19 Department of Education	Establishes the Summer Learning Program Account in the State Treasury -- \$195.6 million General Fund (section 87 of HB 5042) is appropriated to this Account for grants to school districts in 2019-21 and 2021-23.	\$195.6 million General Fund
§20 Department of Education	Requires that any moneys remaining from a grant (GF appropriation in section 89 of HB 5042) to the Oregon Community Foundation on November 1, 2021 be reverted to the General Fund.	Indeterminant
§21 Department of Education	Requires that any moneys remaining from an appropriation (section 87 of HB 5042) to the Summer Learning Program Account established by section 19 of this bill on January 1, 2022 be reverted to the General Fund.	Indeterminant

Section/Gov't Unit	Program Change	Fiscal Impact
§22	Captions	--
§23	Emergency Clause	--