

**HB 5203 A BUDGET REPORT and MEASURE SUMMARY**

**Carrier:** Rep. Smith G

**Joint Committee On Ways and Means**

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**Action Date:** 03/06/24

**Action:** Do pass with amendments. (Printed A-Eng.)

**House Vote**

**Yeas:** 12 - Breese-Iverson, Evans, Gomberg, Helfrich, Holvey, Lewis, Mannix, McLain, Pham K, Sanchez, Smith G, Valderrama

**Exc:** 1 - Owens

**Senate Vote**

**Yeas:** 11 - Anderson, Campos, Dembrow, Findley, Frederick, Gelser Blouin, Girod, Hansell, Knopp, Sollman, Steiner

**Prepared By:** Tom MacDonald, Legislative Fiscal Office

**Reviewed By:** Amanda Beitel, Legislative Fiscal Office

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**Various Agencies - Lottery Allocations**

**2023-25**

**Department of Public Safety Standards and Training, Oregon Judicial Department - Criminal Fine Account Allocations**

**2023-25**

**Oregon Health Authority - Oregon Marijuana Account Allocation**

**2023-25**

**Department of Education - Fund for Student Success Allocations**

**2023-25**

## **Summary of Revenue Changes**

HB 5203 modifies the 2023-25 revenue allocations from the Administrative Services Economic Development Fund, Veterans' Services Fund, Criminal Fine Account, Oregon Marijuana Account, and Fund for Student Success. The allocations are within the resources forecasted in the March 2024 state revenue forecast produced by the Department of Administrative Services (DAS) Office of Economic Analysis (OEA). The authorization to spend these revenues is provided in expenditure limitations established in separate measures for state agency budgets, as adjusted in the omnibus budget reconciliation bill for the 2024 session (SB 5701).

The March 2024 revenue forecast for 2023-25 lottery resources is \$16.2 million higher than the May 2023 forecast used to develop the 2023-25 legislatively adopted budget. This includes one-time reversions of \$5.7 million in unspent revenue from the 2021-23 biennium and one-time administrative actions of \$9.2 million. The lottery allocation adjustments included in HB 5203 leave a projected 2023-25 ending balance of \$40 million, which is consistent with the projected ending balance assumed at the end of the 2023 session. The DAS-OEA forecast for Criminal Fine Account revenues reflects a decrease of 9.6%, or \$11.3 million from the May 2023 forecast, and forecasted revenues for the Oregon Marijuana Account have declined by 1.9%. Resources for the Fund for Student Success in the current biennium are forecasted to be 1.5% higher than the May 2023 forecast.

## **Summary of Capital Construction Subcommittee Action**

### **LOTTERY REVENUE**

The Oregon State Lottery collects revenue from traditional, sports betting, and video lottery gaming. It pays player prizes and its operating expenses out of these revenues and then transfers the balance (net revenues or proceeds) on a quarterly basis to the Administrative Services Economic Development Fund (EDF). All lottery funds are expended for public purposes defined in the Oregon Constitution, which include job creation, economic development, and public education. Consistent with these public purposes, the quarterly transfers of net proceeds are then distributed by the Department of Administrative Services in accordance with nine - largely percentage-based - dedications established in the Constitution and Oregon statute. These include the following:

- Constitutional dedications
  - Education Stability Fund - 18% of net proceeds
  - Parks and Natural Resources Fund - 15% of net proceeds
  - Veterans' Services Fund - 1.5% of net proceeds
  
- Statutory dedications
  - Outdoor school education programs - 4%, up to \$5.5 million per quarter adjusted for inflation

- County economic development programs - 2.5% of net video lottery receipts
- Gambling addiction treatment programs - 1%
- Public university sports programs and academic scholarships - 1%
- County fair programs - 1%, up to \$1.53 million annually adjusted for inflation
- Match for qualifying employer lump-sum payments to the Public Employees Retirement System Employer Incentive Fund - net proceeds of sports betting games

Because the transfers related the Education Stability Fund, Parks and Natural Resources Fund, and Veterans' Services Fund are constitutionally established, HB 5203 does not include provisions to transfer revenue into these funds. However, the measure adjusts allocations from the Veterans' Services Fund to support programs benefitting veterans. In addition to the specific constitutional and statutory dedications, the Constitution requires that annual debt service payments for outstanding lottery revenue bonds be satisfied before allocating amounts for other purposes. Outside of these required dedications and distributions, net lottery proceeds are available for the Legislature to allocate as long as the allocations support the constitutional public purposes.

HB 5203 increases lottery revenue allocations by a net \$12.6 million from the Administrative Services Economic Development Fund. These adjustments include the following:

- \$5.8 million decrease across various state agencies for debt service payments, which results from available Other Funds resources generated through excess bond proceeds and interest earnings that can be used for debt service payments.
- \$143,012 increase for the Program Gambling Treatment Fund to support pension obligation bond and employee compensation plan adjustments impacting the related program in the Oregon Health Authority.
- \$34.6 million increase for the State School Fund as part of a net-zero rebalance.
- \$3.3 million total increase for the Oregon Business Development Department for the following purposes:
  - Operations - \$898,435 for pension obligation bond and employee compensation plan changes and a combined \$824,103 for the administration of tax incentive programs, planning and execution of the Economic Development Management information technology system project, and human resources staffing costs
  - Business, Innovation, and Trade - \$824,443 for pension obligation bond and employee compensation plan changes; \$267,151 for the administration of tax incentive programs, and \$250,000 for global trade missions
  - Infrastructure - \$257,752 for pension obligation bond and employee compensation plan changes
- \$283,813 increase to the Office of the Governor for pension obligation bond and compensation plan changes for Regional Solutions employees

- \$20 million decrease to the Oregon Outdoor School Education Fund. The Oregon State University Extension Outdoor School program has a \$29 million balance of unspent funds due to program cancellations during the COVID-19 pandemic. This balance will be used to support current biennium program expenditures, as well as one-time projects to support the program.

The measure includes two allocation increases totaling \$498,739 from the Veterans' Services Fund. These include \$479,704 to the Oregon Department of Veterans' Affairs for pension obligation bond and employee compensation plan adjustments in the Veterans' Services program, and \$19,035 to the Bureau of Labor and Industries Veterans' Outreach program for the same purpose.

### **CRIMINAL FINE ACCOUNT**

ORS 137.300 establishes the Criminal Fine Account (CFA) for the deposit of a portion of the crime and violation fine payments collected by state and local courts. The statute identifies program priorities for revenue deposited into the account but does not specify funding levels for the programs. The expenditure limitations for programs receiving CFA allocations are established in the separate agency appropriation bills. CFA revenues remaining after the specific program allocations are deposited into the General Fund. Based on the March 2024 revenue forecast, CFA revenue is forecasted to total approximately \$107 million for 2023-25, which is a decrease of \$11.3 million from the legislatively adopted budget.

HB 5203 increases allocations by a combined \$3.5 million in 2023-25. These include a \$3.35 million increase to the Department of Public Safety Standards and Training and a \$120,852 increase to the Oregon Judicial Department. Both increases are for supporting pension obligation bond and employee compensation plan changes. The combined impact of the forecasted change in revenues and adjusted allocations result in a projected transfer of \$721,013 in CFA revenue to the General Fund at the end of the biennium.

### **OREGON MARIJUANA ACCOUNT**

Net revenue from state marijuana taxes, after payment of administrative and enforcement expenses, is deposited into the Oregon Marijuana Account (OMA), which was established pursuant to the legalization of retail marijuana sales in Oregon through Ballot Measure 91 (2014). Based on the original framework of the tax, 20% of revenue transferred to the OMA was distributed to cities and counties, with the remaining 80% distributed to the State School Fund (40%), Mental Health Alcoholism and Drug Services Account (20%), State Police Account (15%), and alcohol and drug abuse prevention, early intervention and treatment services (5%). The passage of Ballot Measure 110 (2020) changed the statutory distributions by distributing the first \$11.25 million of quarterly OMA revenue according to the original formula distributions, with OMA revenue above \$11.25 million per quarter transferred to the newly established Drug Treatment and Recovery Services Fund. HB 4056 (2022) further amended the distributions by requiring the \$11.25 million quarterly transfers for the original formula distributions to be adjusted for inflation based on the U.S. City Average Consumer Price Index.

Based on the March 2024 revenue forecast, marijuana tax revenue available for the OMA totals \$292.7 million in 2023-25. This represents a decline of \$5.8 million from the forecast used to develop the 2023-25 legislatively adopted budget. This decline in forecasted revenue is attributed to the Drug Treatment and Recovery Services Fund, which reflects the allocation adjustment included in HB 5203.

## **FUND FOR STUDENT SUCCESS**

The Department of Revenue collects Corporate Activity Tax revenues, pays its collection expenses from these revenues, and transfers the balance to the Fund for Student Success established in ORS 327.001. After making deposits into the High Cost Disability Account established in ORS 327.348 and State School Fund established in ORS 327.008, and after retaining a reserve for cash flow and revenue shortfall purposes, the Department of Education transfers the balance of revenues in the Fund for Student Success into three statutorily defined education accounts according to the following statutory distribution percentages:

- At least 50% to the Student Investment Account established in ORS 327.175
- Up to 30% to the Statewide Education Initiatives Account established in ORS 327.250
- At least 20% to the Early Learning Account established in ORS 32.269.

With the allocation changes included in HB 5203, the Fund for Student Success is rebalanced to the March 2024 economic and revenue forecast and based on the level of fund balances remaining in the Statewide Education Initiatives Account and Early Learning Account from the 2021-23 biennium. The revised allocations include \$548.5 million for the Statewide Education Initiatives Account and \$500.4 million for the Early Learning Account. The Student Investment Account remains unchanged at \$1.1 billion.

## LOTTERY FUNDS CASH FLOW SUMMARY

	2021-23 Legislatively Approved Budget	2023-25 Legislatively Adopted Budget	2023-25 Legislatively Approved Budget March 2024	HB 5203 Allocations and Revenue Updates
<b>ECONOMIC DEVELOPMENT FUND</b>				
<b>RESOURCES</b>				
Beginning Balance	\$ 72,369,513	\$ 84,396,435	\$ 84,396,435	\$ -
Lottery Funds Reversions under ORS 461.559	5,258,580	-	5,685,238	5,685,238
<b>REVENUES</b>				
Transfers from Lottery				
Net Proceeds	1,815,092,019	1,832,994,344	1,834,371,777	1,377,433
Administrative Actions	-	-	9,151,897	9,151,897
Other Revenues				
Interest Earnings	2,000,000	2,000,000	2,000,000	-
Other	-	-	-	-
Total Revenue	1,817,092,019	1,834,994,344	1,845,523,674	10,529,330
<b>TOTAL RESOURCES</b>	<b>\$ 1,894,720,112</b>	<b>\$ 1,919,390,779</b>	<b>\$ 1,935,605,347</b>	<b>16,214,568</b>
<b>DISTRIBUTIONS / ALLOCATIONS</b>				
Distribution to Education Stability Fund	(326,714,207)	(329,938,982)	(331,834,261)	(1,895,279)
Distribution to Parks and Natural Resources Fund	(272,263,803)	(274,949,152)	(276,528,551)	(1,579,399)
Distribution for Veterans' Services Fund	(27,226,380)	(27,494,915)	(27,652,855)	(157,940)
Distribution for Outdoor School Fund	(49,418,728)	(56,406,064)	(36,406,064)	20,000,000
Distribution of Video Revenues to Counties	(54,209,527)	(59,982,296)	(59,982,296)	-
Distribution for Sports Programs	(16,514,607)	(18,329,943)	(18,329,943)	-
Distribution for Gambling Addiction	(16,542,526)	(18,329,825)	(18,472,837)	(143,012)
Distribution for County Fairs	(3,828,000)	(3,828,000)	(3,828,000)	-
Distribution to PERS Employer Incentive Fund	(15,335,236)	(28,186,388)	(28,186,388)	-
Allocation to State School Fund	(650,508,965)	(604,125,973)	(638,737,863)	(34,611,890)
Debt Service Allocations	(271,357,713)	(342,481,317)	(336,702,668)	5,778,649
Other Agency Allocations	(106,403,985)	(115,337,924)	(118,943,621)	(3,605,697)
<b>TOTAL DISTRIBUTIONS / ALLOCATIONS</b>	<b>\$ (1,810,323,677)</b>	<b>\$ (1,879,390,779)</b>	<b>\$ (1,895,605,348)</b>	<b>\$ (16,214,568)</b>
<b>ENDING BALANCE</b>	<b>\$ 84,396,435</b>	<b>\$ 40,000,000</b>	<b>\$ 40,000,000</b>	<b>\$ 0</b>

## LOTTERY FUNDS CASH FLOW SUMMARY (continued)

	2021-23 Legislatively Approved Budget	2023-25 Legislatively Adopted Budget	2021-23 Legislatively Approved Budget	2023-25 Legislatively Adopted Budget
<b>EDUCATION STABILITY FUND</b>				
(not including the Oregon Growth Account balances)				
<b>RESOURCES</b>				
Beginning Balance	\$ 414,351,706	\$ 708,394,230	\$ 708,394,230	\$ -
Revenues				
Transfer from the Economic Development Fund	294,042,786	296,945,084	\$ 298,650,835	1,705,751
Interest Earnings	21,928,160	73,732,015	\$ 81,015,049	7,283,034
Oregon Growth Account Earnings Distributions	11,705,102	-	\$ 12,054,200	12,054,200
Total Revenue	\$ 327,676,048	\$ 370,677,099	\$ 391,720,084	\$ 21,042,985
<b>TOTAL RESOURCES</b>	<b>\$ 742,027,754</b>	<b>\$ 1,079,071,329</b>	<b>\$ 1,100,114,314</b>	<b>\$ 21,042,985</b>
<b>DISTRIBUTIONS</b>				
Oregon Opportunity Grant Program	(33,633,262)	(73,732,015)	\$ (93,069,249)	(19,337,234)
Debt Service Allocations to Department of Education	-	-	\$ -	-
Education Stability Fund Withdrawal	-	-	\$ -	-
Treasury Account Fees	(262)	-	\$ (98)	-
<b>TOTAL DISTRIBUTIONS</b>	<b>\$ (33,633,524)</b>	<b>\$ (73,732,015)</b>	<b>\$ (93,069,347)</b>	<b>\$ (19,337,234)</b>
<b>ENDING BALANCE</b>	<b>\$ 708,394,230</b>	<b>\$ 1,005,339,314</b>	<b>\$ 1,007,044,967</b>	<b>\$ 1,705,751</b>

Notes:

1. 2023-25 legislatively adopted amounts are based on the May 2023 state revenue forecast and 2023-25 legislatively approved amounts are based on the March 2024 forecast.
2. Oregon Growth Account distributions and transfers to the Oregon Education Fund and Oregon Opportunity Grant Program are included in the Education Stability Fund.

**2023-25 LOTTERY FUNDS ALLOCATIONS AND EXPENDITURES**

<b>ECONOMIC DEVELOPMENT FUND</b>	<b>New Lottery Funds Allocation</b>	<b>Beginning Lottery Balance</b>	<b>Interest and Other Earnings</b>	<b>2023-25 LAB Expenditure Limitation</b>	<b>Ending Lottery Balance</b>
<b>DEBT SERVICE COMMITMENTS</b>					
Higher Education Coordinating Commission					
Outstanding bonds	44,554,121	227,765	-	44,781,886	-
Business Development Department					
Outstanding and Proposed bonds	49,512,454	339,155	-	49,851,609	-
Housing and Community Services Department					
Outstanding and Proposed bonds	29,544,065	162,965	-	29,707,030	-
Department of Transportation					
Outstanding bonds	133,743,875	810,875	-	134,554,750	-
Department of Administrative Services					
Outstanding and Proposed bonds	47,562,112	164,860	-	47,726,972	-
State Forestry Department					
Outstanding Bonds	2,540,230	16,850	-	2,557,080	-
Department of Energy					
Outstanding Bonds	1,416,320	22,840	-	1,439,160	-
State Parks and Recreation Department					
Outstanding bonds	3,805,835	19,910	-	3,825,745	-
Water Resources Department					
Outstanding and Proposed bonds	14,060,623	42,215	-	14,102,838	-
Department of Veterans' Affairs					
Outstanding Bonds	548,870	2,130	-	551,000	-
Oregon Health Authority					
Outstanding Bonds and Proposed bonds	6,186,773	-	-	6,186,773	-
Department of Education					
Outstanding Bonds	3,227,390	-	-	3,227,390	-
<b>OTHER ALLOCATIONS</b>					
Higher Education Coordinating Commission					
Collegiate Athletics	18,329,943	-	-	18,329,943	-
Outdoor Schools	36,406,064	-	-	36,406,064	-
Oregon Health Authority					
Gambling Addiction Treatment	18,472,837	-	-	18,472,837	-
Department of Administrative Services					
Distribution to County Fairs	3,828,000	-	-	3,828,000	-
Public Employees Retirement System					
Employer Incentive Fund	28,186,388	341,000	-	28,527,388	-
Department of Education					
State School Fund	638,737,863	-	-	638,737,863	-
Office of the Governor					
Regional Solutions	4,923,010	-	-	4,923,010	-
Business Development Department					
Operations	16,970,908	-	-	16,970,908	-
Business, Innovation, and Trade	76,741,709	12,379,401	-	89,121,110	-
Infrastructure	18,828,531	1,528,380	-	20,356,911	-
Film and Video	1,479,463	-	-	1,479,463	-
<b>TOTAL ECONOMIC DEVELOPMENT FUND</b>	<b>1,199,607,384</b>	<b>16,058,346</b>	<b>-</b>	<b>1,215,665,730</b>	<b>-</b>
<b>EDUCATION STABILITY FUND / OREGON EDUCATION FUND</b>					
Higher Education Coordinating Commission					
Opportunity Grants	93,069,249	17,486,996	-	101,500,000	9,056,245
<b>TOTAL EDUCATION STABILITY/OREGON EDUCATION FUND</b>	<b>93,069,249</b>	<b>17,486,996</b>	<b>-</b>	<b>101,500,000</b>	<b>9,056,245</b>



**VETERANS' SERVICES FUND**

	<b>2021-23 Legislatively Approved Budget</b>	<b>2023-25 Legislatively Adopted Budget</b>	<b>2023-25 Legislatively Approved Budget</b>	<b>HB 5203 and Revenue Adjustments</b>
<b>RESOURCES / REVENUES</b>				
Beginning Balance	\$ 1,982,016	\$ 5,528,837	\$ 5,528,837	\$ -
Lottery Funds Reversions under ORS 406.141	1,133,202	-	1,323,552	1,323,552
Lottery Revenue	27,226,380	27,494,915	27,652,855	157,940
Interest Earnings	-	-	-	-
<b>TOTAL RESOURCES</b>	<b>\$ 30,341,598</b>	<b>\$ 33,023,752</b>	<b>\$ 34,505,244</b>	<b>\$ 1,481,492</b>
<b>ALLOCATIONS</b>				
Department of Veterans' Affairs				
Veterans' Services Program	\$ (12,863,062)	\$ (14,192,356)	\$ (14,672,060)	\$ (479,704)
County Veteran Service Officers	(7,474,669)	(7,788,605)	(7,788,605)	-
National Service Organizations	(497,880)	(541,693)	(541,693)	-
Total ODVA Allocations	\$ (20,835,611)	\$ (22,522,654)	\$ (23,002,358)	\$ (479,704)
Bureau of Labor and Industries				
Veterans' Outreach	(270,809)	(297,187)	(316,222)	(19,035)
Criminal Justice Commission				
Veterans' Specialty Courts	(578,865)	(603,177)	(603,177)	-
Oregon Health Authority				
Veterans Behavioral Health	(2,127,476)	(2,233,850)	(2,233,850)	-
Veterans Dental Program	(1,000,000)	(2,730,796)	(2,730,796)	-
<b>TOTAL ALLOCATIONS</b>	<b>\$ (24,812,761)</b>	<b>\$ (28,387,664)</b>	<b>\$ (28,886,403)</b>	<b>\$ (498,739)</b>
<b>ENDING BALANCE</b>	<b>\$ 5,528,837</b>	<b>\$ 4,636,088</b>	<b>\$ 5,618,841</b>	<b>\$ 982,753</b>

Note: The 2023-25 legislatively adopted amounts are based on the May 2023 state revenue forecast and the 2023-25 legislatively approved amounts are based on the March 2024 forecast.

# CRIMINAL FINE ACCOUNT ALLOCATIONS

	2021-23 Legislatively Approved Budget	2023-25 Legislatively Adopted Budget	2023-25 Legislatively Approved Budget HB 5203	Percent Change
<b>Criminal Fine Account Revenues</b>	\$ 100,025,161	\$ 118,305,114	\$ 106,981,362	-9.6%
<b>Criminal Fine Account Allocations:</b>				
<b><i>Department of Public Safety Standards and Training</i></b>				
Operations	\$ 44,416,940	\$ 51,667,438	\$ 55,016,548	6.5%
Public Safety Memorial Fund	279,677	279,677	279,677	0.0%
Subtotal:	\$ 44,696,617	\$ 51,947,115	\$ 55,296,225	6.4%
<b><i>Department of Justice</i></b>				
Child Abuse Multidisciplinary Intervention Account	\$ 11,694,249	\$ 12,210,883	\$ 12,210,883	0.0%
Regional Assessment Centers	883,388	920,490	920,490	0.0%
Criminal Injuries Compensation Account	9,846,982	10,272,994	10,272,994	0.0%
Child Abuse Medical Assessments	747,739	779,144	779,144	0.0%
Subtotal:	\$ 23,172,358	\$ 24,183,511	\$ 24,183,511	0.0%
<b><i>Department of Human Services</i></b>				
Domestic Violence Fund	\$ 2,320,336	\$ 2,668,697	\$ 2,668,697	0.0%
Sexual Assault Victims Fund	556,265	605,216	605,216	0.0%
Subtotal:	\$ 2,876,601	\$ 3,273,913	\$ 3,273,913	0.0%
<b><i>Oregon Health Authority</i></b>				
Emergency Medical Services & Trauma Services	\$ 331,824	\$ 331,824	\$ 331,824	0.0%
Alcohol & Drug Abuse Prevention	42,884	42,884	42,884	0.0%
Law Enforcement Medical Liability Account	1,300,000	1,300,000	1,300,000	0.0%
Intoxicated Driver Program	4,323,000	4,323,000	4,323,000	0.0%
Drug Treatment and Recovery Services Fund	31,200	31,200	31,200	0.0%
Subtotal:	\$ 6,028,908	\$ 6,028,908	\$ 6,028,908	0.0%

## CRIMINAL FINE ACCOUNT ALLOCATIONS (continued)

		2021-23 Legislatively Approved Budget	2023-25 Legislatively Adopted Budget	2023-25 Legislatively Adopted Budget	Percent Change from 2023-25 CSL
<b><i>Oregon Judicial Department</i></b>					
	State court security and emergency preparedness	\$ 4,147,778	\$ 4,493,981	\$ 4,614,833	2.7%
	County court facilities security	3,057,584	3,326,651	3,326,651	0.0%
	State Court Technology Fund	3,887,500	3,887,500	3,887,500	0.0%
	Subtotal:	\$ 11,092,862	\$ 11,708,132	\$ 11,828,984	0.0%
<b><i>Oregon State Police</i></b>					
	Subtotal:	\$ 351,572	\$ 351,572	\$ 351,572	0.0%
<b><i>Department of Corrections</i></b>					
	Subtotal:	\$ 4,846,812	\$ 5,197,236	\$ 5,197,236	0.0%
<b><i>Department of Revenue</i></b>					
	Subtotal:	\$ 100,000	\$ 100,000	\$ 100,000	0.0%
	<b>Total Allocations:</b>	<b>\$ 93,165,730</b>	<b>\$ 102,790,387</b>	<b>\$ 106,260,349</b>	<b>3.4%</b>
	<b>Transfer to the General Fund:</b>	<b>\$ 6,859,431</b>	<b>\$ 15,514,727</b>	<b>\$ 721,013</b>	<b>-95.4%</b>

## 2023-25 Oregon Marijuana Account

	<b>2021-23 Legislatively Approved Budget</b>	<b>2023-25 Legislatively Adopted Budget</b>	<b>2023-25 Legislatively Approved Budget</b>	<b>HB 5203 Adjustments</b>
Cities	9,000,000	10,187,665	10,187,665	0
Counties	9,000,000	10,187,665	10,187,665	0
<b>Subtotal Local</b>	<b>18,000,000</b>	<b>20,375,330</b>	<b>20,375,330</b>	<b>0</b>
Drug Treatment and Recovery Services Fund	211,668,069	196,609,572	190,824,043	(5,785,529)
State School Fund	36,000,000	40,750,659	40,750,659	-
Mental Health Alcoholism & Drug Services Account	18,000,000	20,375,329	20,375,329	-
State Police Account	13,500,000	15,281,497	15,281,497	-
Drug and alcohol abuse prevention and treatment	4,500,000	5,093,832	5,093,832	-
<b>Subtotal State</b>	<b>283,668,069</b>	<b>278,110,889</b>	<b>272,325,360</b>	<b>(5,785,529)</b>
<b>Total</b>	<b>301,668,069</b>	<b>298,486,219</b>	<b>292,700,690</b>	<b>(5,785,529)</b>

Note: 2023-25 legislatively adopted amounts are based on the May 2023 state revenue forecast and 2023-25 legislatively approved amounts are based on the March 2024 revenue forecast.

## FUND FOR STUDENT SUCCESS CASH FLOW SUMMARY

	2023-25 Legislatively Adopted Budget	2023-25 Legislatively Approved Budget	HB 5203 Adjustments and other Revenue Adjustments
<b>FUND FOR STUDENT SUCCESS</b>			
<b>RESOURCES</b>			
Beginning Balance	\$ 318,527,158	\$ 326,038,120	7,510,961
<b>REVENUES</b>			
Transfers from Department of Revenue			
Net Proceeds	2,779,097,659	2,814,622,394	35,524,736
Administrative Actions	(21,312,000)	(21,312,000)	-
Retain as a reserve/cash flow - ORS 327.001(4)(b)	(200,000,000)	(200,000,000)	-
Total Revenue	2,557,785,659	2,593,310,394	35,524,736
<b>TOTAL RESOURCES</b>	<b>\$ 2,876,312,817</b>	<b>2,919,348,514</b>	<b>\$ 43,035,697</b>
<b>TRANSFERS / ALLOCATIONS</b>			
Transfer to the High Cost Disabilities Account - ORS 327.001(4)(a)(A)	(40,000,000)	(40,000,000)	-
Transfer to the State School Fund - ORS 327.001(4)(a)(B)	(661,954,823)	(743,271,403)	(81,316,580)
Allocation to the Student Investment Account	(1,087,178,997)	(1,087,178,997)	-
Allocation to the Statewide Education Initiatives Account	(557,396,445)	(548,451,330)	8,945,115
Allocation to the Early Learning Account	(529,782,552)	(500,430,284)	29,352,268
<b>TOTAL DISTRIBUTIONS / ALLOCATIONS</b>	<b>\$ (2,876,312,817)</b>	<b>(2,919,332,014)</b>	<b>\$ (43,019,197)</b>
<b>ENDING BALANCE</b>	<b>\$ 0</b>	<b>16,500</b>	<b>\$ 16,500</b>
<b>STUDENT INVESTMENT ACCOUNT - ORS 327.175</b>			
<b>RESOURCES</b>			
Beginning Balance	\$ -	4,882,252	4,882,252
<b>Revenues</b>			
Allocation from the Fund for Student Success	1,087,178,997	1,087,178,997	-
Total Revenue	\$ 1,087,178,997	1,092,061,249	4,882,252
<b>TOTAL RESOURCES</b>	<b>\$ 1,087,178,997</b>	<b>1,092,061,249</b>	<b>4,882,252</b>
<b>EXPENDITURES</b>			
Grants to education programs	(1,087,178,997)	(1,092,061,249)	(4,882,252)
<b>TOTAL STUDENT INVESTMENT ACCOUNT</b>	<b>\$ -</b>	<b>-</b>	<b>\$ -</b>
<b>ENDING BALANCE</b>	<b>\$ -</b>	<b>-</b>	<b>\$ -</b>

## FUND FOR STUDENT SUCCESS CASH FLOW SUMMARY (continued)

<b>STATEWIDE EDUCATION INITIATIVES ACCOUNT - ORS 327.250</b>			
<b>RESOURCES</b>			
Beginning Balance	\$ 38,450,278	82,327,152	43,876,874
Revenues			
Allocation from the Fund for Student Success	557,396,445	548,451,330	(8,945,115)
Total Revenue	\$ 595,846,723	630,778,482	34,931,759
<b>TOTAL RESOURCES</b>	<b>\$ 595,846,723</b>	<b>\$ 630,778,482</b>	<b>34,931,759</b>
<b>EXPENDITURES</b>			
Grants to education programs	(595,846,723)	(630,778,482)	(34,931,759)
<b>TOTAL STATEWIDE EDUCATION INITIATIVES ACCOUNT</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
<b>ENDING BALANCE</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
<b>EARLY LEARNING ACCOUNT - ORS 327.269</b>			
<b>RESOURCES</b>			
Beginning Balance	\$ 12,819,816	\$ 67,860,085	55,040,269
Revenues			
Allocation from the Fund for Student Success	529,782,552	500,430,284	(29,352,268)
Total Revenue	\$ 542,602,368	\$ 568,290,368	25,688,001
<b>TOTAL RESOURCES</b>	<b>\$ 542,602,368</b>	<b>\$ 568,290,368</b>	<b>25,688,000</b>
<b>EXPENDITURES</b>			
Grants to education programs	(542,602,368)	(568,290,368)	(25,688,000)
<b>TOTAL EARLY LEARNING ACCOUNT</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
<b>ENDING BALANCE</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

1. The 2023-25 legislatively adopted budget is based on the May 2023 forecast of 2023-25 resources.
2. The 2023-25 legislatively approved budget is based on the March 2024 forecast of 2023-25 resources.