

B-Engrossed Senate Bill 463

Ordered by the House May 12
Including Senate Amendments dated April 2 and House Amendments
dated May 12

Sponsored by Senator WEBER, Representative RESCHKE, Senator GELSER BLOUIN; Senators BONHAM, FREDERICK, SMITH DB, THATCHER, Representatives JAVADI, OSBORNE, SCHARF (Presession filed.)

SUMMARY

The following summary is not prepared by the sponsors of the measure and is not a part of the body thereof subject to consideration by the Legislative Assembly. It is an editor's brief statement of the essential features of the measure. The statement includes a measure digest written in compliance with applicable readability standards.

Digest: Tells a state agency to do a report about how well the state's Insurance Fund is doing. (Flesch Readability Score: 70.1).

Requires the Oregon Department of Administrative Services to submit by January [15] 31 of each even-numbered year a report to the Legislative Assembly concerning the soundness of the state's Insurance Fund. Specifies the contents of the report and directs agencies of state government and participants in the fund to cooperate with and assist the department in carrying out the department's duties under the Act.

Declares an emergency, effective on passage.

A BILL FOR AN ACT

Relating to reporting on the soundness of the state's Insurance Fund; and declaring an emergency.

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

SECTION 1. Section 2 of this 2025 Act is added to and made a part of ORS chapter 278.

SECTION 2. (1) Not later than January 31 of each even-numbered year, the Oregon Department of Administrative Services shall research, compile, prepare and deliver to the Legislative Assembly in accordance with ORS 192.245 a report on the financial condition and stability of the Insurance Fund established under ORS 278.425. The report, at a minimum, must examine and provide:

(a) An overview of the purpose, uses and structure of the Insurance Fund;

(b) The unencumbered balance of the Insurance Fund as of December 31 of the year preceding the year in which the report is due;

(c) A list of the claims the Insurance Fund has closed in the previous two years in which the amount paid exceeds \$1 million;

(d) A list of the amounts, rates and apportionment of the assessments, charges and contributions that state agencies and other participants currently pay into the Insurance Fund and a trend line or other measurement that shows increases or decreases in the assessments, charges or contributions within the previous two years;

(e) The date and results of the last audit of the Insurance Fund that the department performed or had another person perform;

(f) An accounting of moneys that were advanced to the Insurance Fund from other funds in the State Treasury that shows the amount and date of each advance, the source of the advance, the reason and purpose for the advance and the current terms and conditions and

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

1 progress of repayments of the advance; and

2 (g) An evaluation of the actuarial soundness of the Insurance Fund.

3 (2) In addition to the items listed in subsection (1) of this section, the report must re-
4 commend strategies and actions necessary to achieve and maintain the solvency and
5 actuarial soundness of the Insurance Fund and all components of the Insurance Fund.

6 (3) The department may contract with an entity outside of state government to conduct
7 or assist with conducting the research, compilation and preparation of the report described
8 in subsection (1) of this section.

9 (4) All agencies of state government, as defined in ORS 174.111, and all other participants
10 in the Insurance Fund, are directed to cooperate with and assist the department in carrying
11 out the department's duties under this section.

12 SECTION 3. The Oregon Department of Administrative Services shall submit the first
13 instance of the report described in section 2 of this 2025 Act not later than January 31, 2026.

14 SECTION 4. This 2025 Act being necessary for the immediate preservation of the public
15 peace, health and safety, an emergency is declared to exist, and this 2025 Act takes effect
16 on its passage.