

# A-Engrossed Senate Bill 5530

Ordered by the Senate June 27  
Including Senate Amendments dated June 27

Printed pursuant to Senate Interim Rule 213.28 by order of the President of the Senate in conformance with pre-session filing rules, indicating neither advocacy nor opposition on the part of the President (at the request of Oregon Department of Administrative Services)

## SUMMARY

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

Digest: The Act makes a budget for certain lottery moneys and for moneys in certain accounts. (Flesch Readability Score: 61.8).

Maintains and reserves lottery revenues available to benefit public purposes during the biennium beginning July 1, 2025, in the Administrative Services Economic Development Fund. Allocates moneys from the fund for the biennium beginning July 1, 2025.

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

Allocates moneys from the Veterans' Services Fund for the biennium beginning July 1, 2025.

Directs the distribution of moneys from the Criminal Fine Account. **Directs the Department of Revenue to establish a process for the distributions.**

Directs the distribution of moneys from the Oregon Marijuana Account.

Directs the distribution of moneys from the Fund for Student Success.

Requires the Oregon Department of Administrative Services to transfer certain amounts from the Tobacco Settlement Funds Account for certain purposes.

Declares an emergency, effective *[July 1, 2025]* **on passage.**

## A BILL FOR AN ACT

Relating to state financial administration; creating new provisions; amending sections 24 and 25, chapter 598, Oregon Laws 2023; and declaring an emergency.

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

**SECTION 1. During the biennium beginning July 1, 2025, all lottery revenues available to benefit the public purposes specified in Article XV, section 4, of the Oregon Constitution, that are in excess of distributions or allocations required by law shall be maintained in the Administrative Services Economic Development Fund.**

**SECTION 2. All moneys in the Administrative Services Economic Development Fund as of July 1, 2025, and thereafter are reserved to meet the commitments of sections 1 to 13 of this 2025 Act.**

**SECTION 3. The following amounts are allocated for the biennium beginning July 1, 2025, from the Administrative Services Economic Development Fund, to the Oregon Business Development Department, for the following purposes:**

- |                           |               |
|---------------------------|---------------|
| (1) Operations.....       | \$ 20,346,833 |
| (2) Business, innovation  |               |
| and trade.....            | \$ 75,381,963 |
| (3) Infrastructure.....   | \$ 5,872,354  |
| (4) Oregon Film and Video |               |

**Note: For budget, see 2025-2027 Biennial Budget**

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

Office..... \$ 1,541,600

**SECTION 4.** There is allocated for the biennium beginning July 1, 2025, from the Administrative Services Economic Development Fund, to the Department of Education, for the State School Fund, the amount of \$606,501,675.

**SECTION 5.** There is allocated for the biennium beginning July 1, 2025, from the Administrative Services Economic Development Fund, to the office of the Governor, the amount of \$5,213,172 for expenses of the Regional Solutions Program.

**SECTION 6.** (1) The Oregon Department of Administrative Services shall establish a process for allocating available moneys in the Administrative Services Economic Development Fund on a quarterly basis to fulfill the biennial allocations made by sections 1 to 13 of this 2025 Act. The department shall set the quarterly allocations.

(2) If, in any quarter, the moneys transferred from the State Lottery Fund to the Administrative Services Economic Development Fund are insufficient to pay for the quarterly allocations made by sections 1 to 13 of this 2025 Act or any other 2025 Act, prior to making any other allocations pursuant to sections 1 to 13 of this 2025 Act, the department shall satisfy lottery bond debt service obligations in the amount of \$389,965,797 for outstanding lottery bonds.

(3) After the lottery bond debt service obligations described in subsection (2) of this section are satisfied, if the remaining moneys transferred from the State Lottery Fund to the Administrative Services Economic Development Fund are insufficient to pay for the quarterly allocations made by sections 1 to 13 of this 2025 Act, the department shall reduce the quarterly allocations not described in subsection (2) of this section proportionately in amounts sufficient to accommodate the revenue shortfall.

**SECTION 7.** There is allocated for the biennium beginning July 1, 2025, from the Administrative Services Economic Development Fund, to the Oregon Department of Administrative Services, the amount of \$389,965,797 for the purpose of paying, when due, the principal, interest and premium, if any, on outstanding lottery bonds, as described in section 6 of this 2025 Act.

**SECTION 8.** Notwithstanding and in lieu of the requirement in ORS 461.547 (1) for a percentage-based transfer of moneys, for the biennium beginning July 1, 2025, the amount allocated from the Administrative Services Economic Development Fund to the Oregon Department of Administrative Services for distribution to counties for economic development activities as provided by ORS 461.547 is \$59,783,760.

**SECTION 9.** Notwithstanding and in lieu of the requirement in ORS 461.549 (2) for a percentage-based transfer of moneys, for the biennium beginning July 1, 2025, the amount allocated from the Administrative Services Economic Development Fund to the Problem Gambling Treatment Fund is \$18,853,152.

**SECTION 10.** Notwithstanding and in lieu of the requirement in ORS 565.447 for a percentage-based transfer of moneys, for the biennium beginning July 1, 2025, the amount allocated from the Administrative Services Economic Development Fund to the County Fair Account established in ORS 565.445 is \$5,744,348.

**SECTION 11.** Notwithstanding and in lieu of the allocation described in section 2 (3), chapter 2, Oregon Laws 2017 (Ballot Measure 99 (2016)), as amended by section 23, chapter 57, Oregon Laws 2019, for a percentage-based transfer of moneys with an annual cap, for the biennium beginning July 1, 2025, the amount allocated from the Administrative Services

Economic Development Fund to the Outdoor School Education Fund is \$48,060,583.

**SECTION 12.** Notwithstanding and in lieu of the requirement in ORS 461.543 (4) for a percentage-based transfer of moneys, for the biennium beginning July 1, 2025, the amount allocated from the Administrative Services Economic Development Fund to the Sports Lottery Account is \$18,852,926.

**SECTION 13.** Notwithstanding section 44, chapter 355, Oregon Laws 2019, as amended by section 1, chapter 10, Oregon Laws 2021, no moneys are allocated from the Administrative Services Economic Development Fund to the Employer Incentive Fund for the biennium beginning July 1, 2025.

**SECTION 14.** There are allocated for the biennium beginning July 1, 2025, from the Veterans' Services Fund, to the Veterans' Department of Veterans' Affairs Dedicated Lottery Fund, the following amounts for the following purposes:

- (1) Veterans' operations..... \$ 2,768,376
- (2) Appeals and special advocacy ... \$ 2,168,419
- (3) Strategic partnership..... \$ 15,249,233
- (4) Aging veterans' services..... \$ 3,602,439

**SECTION 15.** There is allocated for the biennium beginning July 1, 2025, from the Veterans' Services Fund, to the Bureau of Labor and Industries, the amount of \$307,006 for veterans' employment apprenticeship outreach and coordination.

**SECTION 16.** There is allocated for the biennium beginning July 1, 2025, from the Veterans' Services Fund, to the Oregon Criminal Justice Commission, the amount of \$628,510 for veterans' specialty courts.

**SECTION 17.** There are allocated for the biennium beginning July 1, 2025, from the Veterans' Services Fund, to the Oregon Health Authority, the following amounts for the following purposes:

- (1) Veterans' behavioral health services..... \$ 2,879,455
- (2) Veterans' dental program..... \$ 3,519,334

**SECTION 18.** (1) The Oregon Department of Administrative Services shall establish a process for allocating available moneys in the Veterans' Services Fund on a quarterly basis to fulfill the biennial allocations made by sections 14 to 17 of this 2025 Act.

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

**SECTION 19.** (1) Notwithstanding ORS 137.300, for the biennium beginning July 1, 2025, the Department of Revenue shall distribute the moneys in the Criminal Fine Account established by ORS 137.300 as specified in sections 20 to 24 of this 2025 Act.

(2) The Department of Revenue shall establish a process for distributing available moneys from the Criminal Fine Account on a monthly basis to fulfill the biennial distributions made by sections 20 to 24 of this 2025 Act.

(3) If the moneys from the Criminal Fine Account are insufficient to pay for the monthly distributions under subsection (1) of this section, the department shall reduce the monthly distributions proportionately in amounts sufficient to accommodate the revenue shortfall.

**SECTION 20.** There is allocated to the Department of Public Safety Standards and

Training for the biennium beginning July 1, 2025, from the Criminal Fine Account, the amount of \$65,846,019 for the purpose of criminal justice training and standards operations.

**SECTION 21.** There are allocated to the Department of Justice for the biennium beginning July 1, 2025, from the Criminal Fine Account, the following amounts for the following purposes:

- (1) Child Abuse Multidisciplinary Intervention Account..... \$ 14,289,302
- (2) Creation and operation of a statewide system of regional assessment centers as provided under ORS 418.746 to 418.796..... \$ 959,151
- (3) Criminal Injuries Compensation Account ..... \$ 10,704,460
- (4) Services to children eligible for compensation under ORS 147.390 and costs to administer provision of these services ..... \$ 811,868

**SECTION 22.** There are allocated to the Department of Human Services for the biennium beginning July 1, 2025, from the Criminal Fine Account, the following amounts for the following purposes:

- (1) Domestic Violence Fund established in ORS 409.300 for the purpose of ORS 409.292 (1)(a) to (c)..... \$ 2,850,674
- (2) Sexual Assault Victims Fund.... \$ 630,635

**SECTION 23.** There are allocated to the State Court Facilities and Security Account established under ORS 1.178, for the biennium beginning July 1, 2025, from the Criminal Fine Account, the following amounts for the following purposes:

- (1) State court security and emergency preparedness.... \$ 5,087,487
- (2) Distributions to county court facilities security accounts..... \$ 1,852,863

**SECTION 24.** There is allocated to the Department of Revenue for the biennium beginning July 1, 2025, from the Criminal Fine Account, the amount of \$159,700 for administrative costs of the department.

**SECTION 24a.** Notwithstanding section 26, chapter 598, Oregon Laws 2023, and ORS 137.300, amounts deposited in the Criminal Fine Account in the biennium ending June 30, 2025, may not be distributed to or deposited in the General Fund by operation of those sections of law.

**SECTION 24b.** Notwithstanding ORS 137.300, amounts deposited in the Criminal Fine Account in the biennium beginning July 1, 2025, may not be distributed to or deposited in the General Fund by operation of ORS 137.300.

**SECTION 25.** (1) There is allocated to the State School Fund established under ORS

327.008, for the biennium beginning July 1, 2025, from the Oregon Marijuana Account, the amount of \$43,568,275.

(2) There is allocated to the Oregon Health Authority, for mental health treatment or for purposes related to alcohol and drug abuse prevention, early intervention and treatment services, for the biennium beginning July 1, 2025, from the Oregon Marijuana Account, the amount of \$21,784,137.

(3) There is allocated to the Oregon Health Authority, for the health systems division, for the biennium beginning July 1, 2025, from the Oregon Marijuana Account, the amount of \$5,446,034 for purposes related to alcohol and drug abuse prevention, early intervention and treatment services.

(4) There is allocated to the Oregon Health Authority, for the biennium beginning July 1, 2025, from the Oregon Marijuana Account, the amount of \$192,330,671, for deposit into the Drug Treatment and Recovery Services Fund.

(5) There is allocated to the State Police Account established under ORS 181A.020, for the biennium beginning July 1, 2025, from the Oregon Marijuana Account, the amount of \$16,338,103.

**SECTION 26.** Notwithstanding and in lieu of the percentage-based transfers of moneys described in ORS 327.001 (4)(c), for the biennium beginning July 1, 2025, the Department of Education shall distribute the moneys in the Fund for Student Success established by ORS 327.001 as follows:

(1) \$1,109,828,482 to the Student Investment Account established in ORS 327.175;

(2) \$559,443,881 to the Statewide Education Initiatives Account established in ORS 327.250; and

(3) \$550,384,601 to the Early Learning Account established in ORS 327.269.

**SECTION 27.** In addition to transfers to the Tobacco Enforcement Fund under ORS 293.537, the Oregon Department of Administrative Services shall make the following transfers from the Tobacco Settlement Funds Account for the biennium beginning July 1, 2025:

(1) To the Oregon Health Authority for expenses of the Oregon Health Plan..... \$ 98,066,197

(2) To the Oregon Health Authority for community mental health programs ..... \$ 15,312,457

(3) To the Department of Education for physical education related grants authorized by ORS 329.501 ..... \$ 3,100,000

(4) To the Department of Justice for enforcement activities authorized by ORS 293.537 ..... \$ 2,846,553

**SECTION 28.** Section 24, chapter 598, Oregon Laws 2023, as amended by section 11, chapter 106, Oregon Laws 2024, is amended to read:

**Sec. 24.** There are allocated to the State Court Facilities and Security Account established under ORS 1.178, for the biennium beginning July 1, 2023, from the Criminal Fine Account, the fol-

lowing amounts for the following purposes:

- (1) State court security  
[and emergency preparedness..... \$ 4,614,833]  
**and emergency preparedness.... \$ 3,822,333**
- (2) Distributions to county court  
facilities security accounts..... \$ 3,326,651

**SECTION 29.** Section 25, chapter 598, Oregon Laws 2023, as amended by section 2, chapter 8, Oregon Laws 2025, is amended to read:

**Sec. 25.** (1) There is allocated to the Oregon Health Authority for the biennium beginning July 1, 2023, from the Criminal Fine Account, the amount of \$42,884 for the purpose of grants under ORS 430.345 for the establishment, operation and maintenance of alcohol and drug abuse prevention, early intervention and treatment services provided through a county.

(2) There is allocated to the Law Enforcement Medical Liability Account established under ORS 414.815, for the biennium beginning July 1, 2023, from the Criminal Fine Account, the amount of \$1,300,000.

(3) There is allocated to the Oregon State Police for the biennium beginning July 1, 2023, from the Criminal Fine Account, the amount of \$351,572 for the purpose of enforcing the laws relating to driving under the influence of intoxicants.

(4) There is allocated to the Department of Corrections for the biennium beginning July 1, 2023, from the Criminal Fine Account, the amount of \$0 for the purpose of planning, operating and maintaining county juvenile and adult corrections programs and facilities and drug and alcohol programs. Notwithstanding ORS 137.300 (4), the grant to each county shall be based on the formula used to determine the distribution of moneys under the Grant-in-Aid Program under ORS 423.530.

(5) There is allocated to the State Court Technology Fund established under ORS 1.012, for the biennium beginning July 1, 2023, from the Criminal Fine Account, the amount of [\$2,927,500] **\$0**.

(6) There is allocated to the Intoxicated Driver Program Fund created under ORS 813.270, for the biennium beginning July 1, 2023, from the Criminal Fine Account, the amount of \$4,323,000.

(7) There is allocated to the Oregon Health Authority for the biennium beginning July 1, 2023, from the Criminal Fine Account, the amount of \$331,824 for the Emergency Medical Services and Trauma Systems Program created under ORS 431A.085.

(8) There is allocated to the Department of Revenue for the biennium beginning July 1, 2023, from the Criminal Fine Account, the amount of \$100,000 for administrative costs of the department.

**SECTION 30.** This 2025 Act being necessary for the immediate preservation of the public peace, health and safety, an emergency is declared to exist, and this 2025 Act takes effect on its passage.