

A-Engrossed Senate Bill 5703

Ordered by the Senate March 4
Including Senate Amendments dated March 4

Sponsored by JOINT COMMITTEE ON WAYS AND MEANS (at the request of Senator Kate Lieber)

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 changes the allocation of money from certain funds. (Flesch Readability Score: 61.3).

[Digest: The Act is a budget bill for an unspecified state agency. (Flesch Readability Score: 64.9).]

[Establishes biennial appropriations and expenditure limitations for _____ for the biennium ending June 30, 2027.]

Modifies amounts allocated from the Administrative Services Economic Development Fund, Veterans' Services Fund, Criminal Fine Account, Oregon Marijuana Account and Fund for Student Success.

Declares an emergency, effective on passage.

A BILL FOR AN ACT

Relating to state financial administration; amending sections 3, 4, 5, 6, 7, 9, 14, 15, 17, 20, 21, 22, 23, 25 and 26, chapter 632, Oregon Laws 2025; and declaring an emergency.

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

SECTION 1. Section 3, chapter 632, Oregon Laws 2025, is amended to read:

Sec. 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]

(1) Operations..... \$ 21,676,394

(2) Business, innovation

[and trade..... \$ 75,381,963]

and trade..... \$ 77,821,724

[(3) Infrastructure..... \$ 5,872,354]

(3) Infrastructure..... \$ 6,029,220

(4) Oregon Film and Video

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

SECTION 2. Section 4, chapter 632, Oregon Laws 2025, is amended to read:

Sec. 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]* **\$584,162,579**.

SECTION 3. Section 5, chapter 632, Oregon Laws 2025, is amended to read:

Sec. 5. There is allocated for the biennium beginning July 1, 2025, from the Administrative

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.

Services Economic Development Fund, to the office of the Governor, the amount of [~~\$5,213,172~~]
~~\$5,402,757~~ for expenses of the Regional Solutions Program.

SECTION 4. Section 6, chapter 632, Oregon Laws 2025, is amended to read:

Sec. 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, **chapter 632, Oregon Laws 2025** [*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, **chapter 632, Oregon Laws 2025**, [*of this 2025 Act*] or any other 2025 Act, prior to making any other allocations pursuant to sections 1 to 13, **chapter 632, Oregon Laws 2025** [*of this 2025 Act*], the department shall satisfy lottery bond debt service obligations in the amount of [~~\$389,965,797~~] **\$388,147,396** 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, **chapter 632, Oregon Laws 2025** [*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 5. Section 7, chapter 632, Oregon Laws 2025, is amended to read:

Sec. 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~~] **\$388,147,396** for the purpose of paying, when due, the principal, interest and premium, if any, on outstanding lottery bonds, as described in section 6, **chapter 632, Oregon Laws 2025** [*of this 2025 Act*].

SECTION 6. Section 9, chapter 632, Oregon Laws 2025, is amended to read:

Sec. 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~~] **\$18,721,089**.

SECTION 7. Section 14, chapter 632, Oregon Laws 2025, is amended to read:

Sec. 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]

(1) **Veterans' operations**..... \$ **2,865,480**

[(2) *Appeals and special advocacy*..... \$ 2,168,419]

(2) **Appeals and special advocacy ...** \$ **2,189,552**

[(3) *Strategic partnership*..... \$ 15,249,233]

(3) **Strategic partnership**..... \$ **15,675,751**

[(4) *Aging veterans' services*..... \$ 3,602,439]

(4) **Aging veterans' services**..... \$ **3,673,390**

SECTION 8. Section 15, chapter 632, Oregon Laws 2025, is amended to read:

Sec. 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~~] **\$313,904** for veterans' em-

ployment apprenticeship outreach and coordination.

SECTION 9. Section 17, chapter 632, Oregon Laws 2025, is amended to read:

Sec. 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]
- (2) Veterans' dental program..... \$ 3,518,331**

SECTION 10. Section 20, chapter 632, Oregon Laws 2025, is amended to read:

Sec. 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] **\$67,991,384** for the purpose of criminal justice training and standards operations.

SECTION 11. Section 21, chapter 632, Oregon Laws 2025, is amended to read:

Sec. 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]
Compensation Account \$ 9,429,903
- (4) Services to children eligible for compensation under ORS 147.390 and costs to administer provision of these services..... \$ 811,868

SECTION 12. Section 22, chapter 632, Oregon Laws 2025, is amended to read:

Sec. 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]
ORS 409.292 (1)(a) to (c)..... \$ 0
- [(2) Sexual Assault Victims Fund..... \$ 630,635]
- (2) Sexual Assault Victims Fund.... \$ 0**

SECTION 13. Section 23, chapter 632, Oregon Laws 2025, is amended to read:

Sec. 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

1 [and emergency preparedness..... \$ 5,087,487]
 2 **and emergency preparedness.... \$ 0**
 3 (2) Distributions to county court
 4 [facilities security accounts..... \$ 1,852,863]
 5 **facilities security accounts..... \$ 0**

6 **SECTION 14.** Section 25, chapter 632, Oregon Laws 2025, is amended to read:

7 **Sec. 25.** (1) There is allocated to the State School Fund established under ORS 327.008, for the
 8 biennium beginning July 1, 2025, from the Oregon Marijuana Account, the amount of [~~\$43,568,275~~]
 9 **\$43,568,577.**

10 (2) There is allocated to the Oregon Health Authority, for mental health treatment or for pur-
 11 poses related to alcohol and drug abuse prevention, early intervention and treatment services, for
 12 the biennium beginning July 1, 2025, from the Oregon Marijuana Account, the amount of
 13 [~~\$21,784,137~~] **\$21,784,288.**

14 (3) There is allocated to the Oregon Health Authority, for the health systems division, for the
 15 biennium beginning July 1, 2025, from the Oregon Marijuana Account, the amount of [~~\$5,446,034~~]
 16 **\$5,446,072** for purposes related to alcohol and drug abuse prevention, early intervention and treat-
 17 ment services.

18 (4) There is allocated to the Oregon Health Authority, for the biennium beginning July 1, 2025,
 19 from the Oregon Marijuana Account, the amount of [~~\$192,330,671~~] **\$176,778,589**, for deposit into the
 20 Drug Treatment and Recovery Services Fund.

21 (5) There is allocated to the State Police Account established under ORS 181A.020, for the
 22 biennium beginning July 1, 2025, from the Oregon Marijuana Account, the amount of [~~\$16,338,103~~]
 23 **\$16,338,216.**

24 **SECTION 15.** Section 26, chapter 632, Oregon Laws 2025, is amended to read:

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

28 (1) \$1,109,828,482 to the Student Investment Account established in ORS 327.175;

29 (2) [~~\$559,443,881~~] **\$541,287,875** to the Statewide Education Initiatives Account established in ORS
 30 327.250; and

31 (3) \$550,384,601 to the Early Learning Account established in ORS 327.269.

32 **SECTION 16.** **This 2026 Act being necessary for the immediate preservation of the public**
 33 **peace, health and safety, an emergency is declared to exist, and this 2026 Act takes effect**
 34 **on its passage.**