

(To Resolve Conflicts)

A-Engrossed House Bill 2177

Ordered by the Senate May 28
Including Senate Amendments dated May 28 to resolve conflicts

Ordered printed by the Speaker pursuant to House Rule 12.00A (5). Pre-session filed (at the request of Governor Theodore R. Kulongoski for Department of Veterans' Affairs)

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.

Permits Department of Veterans' Affairs to receive monetary and nonmonetary grants, donations and gifts. Permits department to sell or convert nonmonetary grants, donations and gifts to moneys when sale or conversion is not inconsistent with purpose or limitation specified in grant, donation or gift and to use moneys to carry out duties under law.

Declares emergency, effective on passage.

A BILL FOR AN ACT

1
2 Relating to assets received by Department of Veterans' Affairs; creating new provisions; amending
3 ORS 113.085, 125.240, 125.410, 406.050 and 408.365 and section 3, chapter 564, Oregon Laws 2007;
4 and declaring an emergency.

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

6 **SECTION 1.** ORS 406.050 is amended to read:

7 406.050. In addition to other powers and duties, the [*Director of Veterans' Affairs or the*] De-
8 partment of Veterans' Affairs is authorized:

9 (1) To cooperate with officers and agencies of the United States in all matters affecting veter-
10 ans' welfare.

11 (2) To accept **monetary and nonmonetary** grants, donations and gifts on behalf of this state
12 [*for veterans' welfare*] from any person[, *corporation, government or governmental agency*] **or gov-**
13 **ernmental or nongovernmental entity.** [*Grants, donations and gifts so received shall be deposited*
14 *with the State Treasurer and credited to a trust fund.*] **The department shall deposit with the State**
15 **Treasurer all monetary grants, donations and gifts received. The State Treasurer shall**
16 **credit the amounts deposited to a trust fund established for the purposes of this section.**
17 Moneys in the trust fund are continuously appropriated to the department and [*expendable*] **may**
18 **be expended** for the purposes specified in subsections (3), (4) and (5) [*and (4)*] of this section. In-
19 terest earned on the moneys in the trust fund [*created*] **established** under this subsection shall ac-
20 crue to the trust fund.

21 (3) To expend all or any portion of a **monetary** grant, donation or gift for the purposes specified
22 in the grant, donation or gift.

23 (4) To expend [*all or any portion of a grant, donation or gift*] **moneys** in the trust fund
24 [*created*] **established** under subsection (2) of this section [*for the administration of ORS 406.010 to*
25 *406.070, 406.090, 406.210, 406.220 and 406.340 and for the administration and purposes of ORS 408.368*

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 *when*] as the department deems appropriate for purposes consistent with the department's
2 authority under Articles XI-A and XI-F(2) of the Oregon Constitution and under this chapter
3 and ORS chapters 88, 273, 407 and 408 if:

4 (a) The department determines that the purpose specified in the grant, donation or gift has been
5 satisfied, **has expired** or is not feasible or appropriate; or

6 *[(b) The grant, donation or gift specifies no purpose.]*

7 *[(5) To donate or otherwise transfer all or any portion of a grant, donation or gift to other persons,
8 corporations or entities engaged in serving veterans if the department determines that the nature of the
9 grant, donation or gift makes use by the department or conversion to cash for use by the department
10 not feasible or appropriate.]*

11 **(b) Expenditure of trust fund moneys is not limited by the specific terms of a specific
12 grant, donation or gift.**

13 **(5) To expend or otherwise dispose of a nonmonetary grant, donation or gift received by
14 selling or otherwise converting a grant, donation or gift into moneys unless the sale or
15 conversion is inconsistent with a limitation specified in the grant, donation or gift.
16 Notwithstanding a specified limitation, the department may sell or otherwise convert a non-
17 monetary grant, donation or gift into moneys if the department determines that the limita-
18 tion has been satisfied, has expired or is not feasible or appropriate. The department shall
19 deposit the moneys realized from any sale or conversion under this subsection into the trust
20 fund established in subsection (2) of this section.**

21 **(6) If the department determines that the nature of a nonmonetary grant, donation or
22 gift makes its use by the department, or its sale or conversion to moneys for use by the
23 department not feasible or appropriate, to donate or otherwise transfer all or any portion
24 of the nonmonetary grant, donation or gift to:**

25 **(a) A person or governmental or nongovernmental entity that the department determines
26 is engaged in serving veterans or veterans' survivors or dependents.**

27 **(b) A veteran or veteran's survivor or dependent whom the department determines is in
28 need of emergency assistance.**

29 *[(6)] (7) To act as agent or attorney in fact for any war veteran and the dependents or benefi-
30 ciaries of any war veteran relating to rights under any federal or state law.*

31 *[(7)] (8) To act without bond as conservator of the estate of:*

32 *(a) A person who qualifies for benefits from the United States Department of Veterans Affairs.*

33 *(b) A dependent, an immediate family member, a survivor or a former spouse who has not re-
34 married of a person who qualifies for benefits, or who qualified for benefits while alive, from the
35 United States Department of Veterans Affairs, as those persons are defined by rule by the
36 [director] **Department of Veterans' Affairs.***

37 *[(8)] (9) On behalf of the State of Oregon, to extend such assistance as the department [of Vet-
38 erans' Affairs shall determine] **determines** to be reasonably required to any war veteran and to the
39 dependents of any such war veteran, in the prosecution of any claim [or claims] before the United
40 States Department of Veterans Affairs, or any other federal or state agency, the securing of em-
41 ployment or relief and any other benefits to which [they] **the war veteran and the dependents of
42 the war veteran** might be entitled. [The Department of Veterans' Affairs may adopt rules and regu-
43 lations with respect to all matters of administration to carry into effect the purposes of this section.]*

44 *[(9)] (10) To require and collect such reasonable service charges as the department [of Veterans'
45 Affairs deems] **determines, by rule, are** necessary and expedient to carry out a duty, or to exercise*

1 a power or authority, conferred on the department by law.

2 **(11) The Department of Veterans' Affairs may adopt rules and regulations with respect**
3 **to all matters of administration to carry into effect the purposes of this section.**

4 **SECTION 1a.** If Senate Bill 96 becomes law, ORS 406.050, as amended by section 1 of this 2009
5 Act, is amended to read:

6 406.050. In addition to other powers and duties, the Department of Veterans' Affairs is author-
7 ized:

8 (1) To cooperate with officers and agencies of the United States in all matters affecting veter-
9 ans' welfare.

10 (2) To accept monetary and nonmonetary grants, donations and gifts on behalf of this state from
11 any person or governmental or nongovernmental entity. The department shall deposit with the State
12 Treasurer all monetary grants, donations and gifts received. The State Treasurer shall credit the
13 amounts deposited to a trust fund established for the purposes of this section. Moneys in the trust
14 fund are continuously appropriated to the department and may be expended for the purposes speci-
15 fied in subsections (3), (4) and (5) of this section. Interest earned on the moneys in the trust fund
16 established under this subsection shall accrue to the trust fund.

17 (3) To expend all or any portion of a monetary grant, donation or gift for the purposes specified
18 in the grant, donation or gift.

19 (4) To expend moneys in the trust fund established under subsection (2) of this section as the
20 department deems appropriate for purposes consistent with the department's authority under Arti-
21 cles XI-A and XI-F(2) of the Oregon Constitution and under this chapter and ORS chapters 88, 273,
22 407 and 408 if:

23 (a) The department determines that the purpose specified in the grant, donation or gift has been
24 satisfied, has expired or is not feasible or appropriate; or

25 (b) Expenditure of trust fund moneys is not limited by the specific terms of a specific grant,
26 donation or gift.

27 (5) To expend or otherwise dispose of a nonmonetary grant, donation or gift received by selling
28 or otherwise converting a grant, donation or gift into moneys unless the sale or conversion is in-
29 consistent with a limitation specified in the grant, donation or gift. Notwithstanding a specified
30 limitation, the department may sell or otherwise convert a nonmonetary grant, donation or gift into
31 moneys if the department determines that the limitation has been satisfied, has expired or is not
32 feasible or appropriate. The department shall deposit the moneys realized from any sale or con-
33 version under this subsection into the trust fund established in subsection (2) of this section.

34 (6) If the department determines that the nature of a nonmonetary grant, donation or gift makes
35 its use by the department, or its sale or conversion to moneys for use by the department not feasible
36 or appropriate, to donate or otherwise transfer all or any portion of the nonmonetary grant, do-
37 nation or gift to:

38 (a) A person or governmental or nongovernmental entity that the department determines is en-
39 gaged in serving veterans or veterans' survivors or dependents.

40 (b) A veteran or veteran's survivor or dependent whom the department determines is in need
41 of emergency assistance.

42 (7) To act as agent or attorney in fact for any [war] veteran and the dependents or beneficiaries
43 of any [war] veteran relating to rights under any federal or state law.

44 (8) To act without bond as conservator of the estate of:

45 (a) A person who qualifies for benefits from the United States Department of Veterans Affairs.

1 (b) A dependent, an immediate family member, a survivor or a former spouse who has not re-
2 married of a person who qualifies for benefits, or who qualified for benefits while alive, from the
3 United States Department of Veterans Affairs, as those persons are defined by rule by the Depart-
4 ment of Veterans' Affairs.

5 (9) On behalf of the State of Oregon, to extend such assistance as the department determines
6 to be reasonably required to any [war] veteran and to the dependents of any such [war] veteran, in
7 the prosecution of any claim before the United States Department of Veterans Affairs, or any other
8 federal or state agency, the securing of employment or relief and any other benefits to which the
9 [war] veteran and the dependents of the [war] veteran might be entitled.

10 (10) To require and collect such reasonable service charges as the department determines, by
11 rule, are necessary and expedient to carry out a duty, or to exercise a power or authority, conferred
12 on the department by law.

13 (11) The Department of Veterans' Affairs may adopt rules and regulations with respect to all
14 matters of administration to carry into effect the purposes of this section.

15 **SECTION 1b. If Senate Bill 96 becomes law, the amendments to ORS 406.050 by section**
16 **1a of this 2009 Act become operative on January 1, 2010.**

17 **SECTION 2.** ORS 113.085 is amended to read:

18 113.085. (1) Except as provided in subsection (2) of this section, upon the filing of the petition,
19 if there is no will or there is a will and it has been proved, the court shall appoint a qualified person
20 it finds suitable as personal representative, giving preference in the following order:

21 (a) To the executor named in the will.

22 (b) To the surviving spouse of the decedent or the nominee of the surviving spouse of the
23 decedent.

24 (c) To the nearest of kin of the decedent or the nominee of the nearest of kin of the decedent.

25 (d) To the Director of Human Services or a designee, if it appears the decedent received public
26 assistance pursuant to ORS chapter 411 or 414 and that such assistance is a claim against the es-
27 tate.

28 (e) To the Department of Veterans' Affairs, if the decedent was a protected person under ORS
29 406.050 [(7)] (8), and the department has joined in the petition for such appointment.

30 (f) To any other person.

31 (2) Except as provided in subsection (3) of this section, the court shall appoint the Department
32 of State Lands as personal representative if it appears that the decedent died wholly intestate and
33 without known heirs. The Attorney General shall represent the Department of State Lands in the
34 administration of the estate. Any funds received by the Department of State Lands in the capacity
35 of personal representative may be deposited in accounts, separate and distinct from the General
36 Fund, established with the State Treasurer. Interest earned by such account shall be credited to that
37 account.

38 (3) The court may appoint a person other than the Department of State Lands to administer the
39 estate of a decedent who died wholly intestate and without known heirs if the person filing a peti-
40 tion under ORS 113.035 attaches written authorization from an estate administrator of the Depart-
41 ment of State Lands appointed under ORS 113.235 approving the filing of the petition by the person.
42 Except as provided by rule adopted by the Director of the Department of State Lands, an estate
43 administrator may consent to the appointment of another person to act as personal representative
44 only if it appears after investigation that the estate is insolvent.

45 **SECTION 3.** ORS 125.240 is amended to read:

1 125.240. (1) If a petition seeks the appointment of a professional fiduciary as described in sub-
2 section (5) of this section, the petition must contain the following information in addition to that
3 information required under ORS 125.055:

4 (a) A description of the events that led to the involvement of the professional fiduciary in the
5 case.

6 (b) The professional fiduciary's educational background and professional experience.

7 (c) The fees charged by the professional fiduciary and whether the fees are on an hourly basis
8 or are based on charges for individual services rendered.

9 (d) The names of providers of direct services to protected persons that are repeatedly used by
10 the professional fiduciary under contract.

11 (e) The disclosures required under ORS 125.221 if the person nominated to act as fiduciary will
12 employ a person in which the nominated person has a pecuniary or financial interest.

13 (f) The number of protected persons for whom the person performs fiduciary services at the time
14 of the petition.

15 (g) Whether the professional fiduciary has ever had a claim against the bond of the fiduciary
16 and a description of the circumstances causing the claim.

17 (h) Whether the professional fiduciary or any staff with responsibility for making decisions for
18 clients or for management of client assets has ever filed for bankruptcy and the date of filing.

19 (i) Whether the professional fiduciary or any staff with responsibility for making decisions for
20 clients or for management of client assets has ever been denied a professional license that is directly
21 related to responsibilities of the professional fiduciary, or has ever held a professional license that
22 is directly related to responsibilities of the professional fiduciary that was revoked or canceled. If
23 such a license has been denied, revoked or canceled, the petition must reflect the date of the denial,
24 revocation or cancellation and the name of the regulatory body that denied, revoked or canceled the
25 license.

26 (j) A statement that the criminal records check required under subsection (2) of this section does
27 not disqualify the person from acting as a fiduciary.

28 (k) Whether the professional fiduciary and any staff responsible for making decisions for clients
29 or for management of client assets is or has been certified by a national or state association of
30 professional fiduciaries, the name of any such association and whether the professional fiduciary or
31 other staff person has ever been disciplined by any such association and the result of the discipli-
32 nary action.

33 (L) The name, address and telephone number of the individual who is to act as primary decision
34 maker for the protected person and the name of the person with whom the protected person will
35 have personal contact if that person is not the person who will act as primary decision maker for
36 the protected person.

37 (2)(a) If a petition seeks the appointment of a professional fiduciary as described in subsection
38 (5) of this section, the professional fiduciary and all staff with responsibility for making decisions for
39 clients or for management of client assets must undergo a criminal records check before the court
40 may appoint the professional fiduciary. The results of the criminal records check shall be provided
41 by the petitioner to the court. Results of criminal records checks submitted to the court are confi-
42 dential, shall be subject to inspection only by the parties to the proceedings and their attorneys, and
43 shall not be subject to inspection by members of the public except pursuant to a court order entered
44 after a showing of good cause. A professional fiduciary must disclose to the court any criminal
45 conviction of the professional fiduciary that occurs after the criminal records check was performed.

1 The criminal records check under this subsection shall consist of a check for a criminal record in
2 the State of Oregon and a national criminal records check if:

3 (A) The person has resided in another state within five years before the date that the criminal
4 records check is performed;

5 (B) The person has disclosed the existence of a criminal conviction; or

6 (C) A criminal records check in Oregon discloses the existence of a criminal record in another
7 jurisdiction.

8 (b) The requirements of this subsection do not apply to any person who serves as a public
9 guardian or conservator, or any staff of a public guardian or conservator, who is operating under
10 ORS 125.700 to 125.730 or 406.050 and who is otherwise required to acquire a criminal records check
11 for other purposes.

12 (3)(a) If a petition seeks the appointment of a public guardian and conservator operating under
13 the provisions of ORS 125.700 to 125.730, or the appointment of a conservator under ORS 406.050
14 [(7)] (8), the petition need not contain the information described in subsection (1)(d) or (L) of this
15 section.

16 (b) If a public guardian and conservator operating under the provisions of ORS 125.700 to
17 125.730 is appointed to act as a fiduciary, or a conservator operating under the authority of ORS
18 406.050 [(7)] (8) is appointed, the public guardian or conservator must file with the court within
19 three days after receipt of written notice of the appointment a statement containing the name, ad-
20 dress and telephone number of the individual who will act as primary decision maker for the pro-
21 tected person and the name of the person with whom the protected person will have personal
22 contact if the person named as primary decision maker will not have personal contact with the
23 protected person.

24 (4) If the court appoints a professional fiduciary as described in subsection (5) of this section,
25 the professional fiduciary must update all information required to be disclosed by subsection (1) of
26 this section and provide a copy of the updated statement upon the request of the protected person
27 or upon the request of any person entitled to notice under ORS 125.060 (3). The professional
28 fiduciary must provide an updated statement without demand to the court, the protected person and
29 persons entitled to notice under ORS 125.060 (3) at any time that there is a change in the informa-
30 tion provided under subsection (1)(L) or (3)(b) of this section.

31 (5) The provisions of this section apply to any person nominated as a fiduciary or serving as a
32 fiduciary who is acting at the same time as a fiduciary for three or more protected persons who are
33 not related to the fiduciary.

34 **SECTION 4.** ORS 125.410 is amended to read:

35 125.410. (1) Except as provided in subsection (2) of this section, the court shall require a
36 conservator to furnish a bond conditioned upon faithful discharge of all duties of the conservator
37 according to law, with sureties as specified by the court. Unless otherwise directed, the bond must
38 be in the amount of the aggregate capital value of the property of the estate in the control of the
39 conservator plus one year's estimated income minus the value of securities and money deposited
40 under arrangements requiring an order of the court for their removal and the value of any real
41 property that the conservator, by express limitation of power, lacks power to sell or convey without
42 court authorization.

43 (2)(a) The court may waive a bond for good cause shown.

44 (b) Subsection (1) of this section does not affect the provisions of ORS 709.240, relating to a trust
45 company acting as fiduciary, ORS 125.715, relating to a public guardian acting as fiduciary, or ORS

1 406.050 [(7)] (8), relating to the Department of Veterans' Affairs acting as fiduciary.

2 (3) Sureties for a bond required under this section are jointly and severally liable with the
3 conservator and with each other.

4 (4) Letters of conservatorship may not be issued until the bond required by this section is ap-
5 proved by the court.

6 (5) The bond of the conservator continues in effect until the sureties on the bond are released
7 by order of the court.

8 (6) The court may at any time increase or reduce the amount of the bond required of a
9 conservator for the protection of the protected person and the estate of the protected person.

10 (7) If a surety on a bond required by this section gives notice of intent to cancel the bond, the
11 conservator shall execute and file in the protective proceeding a new bond before the cancellation
12 date specified by the surety. The new bond shall be in the amount and subject to those conditions
13 that may be required by the court. If the conservator fails to file a new bond, the authority of the
14 conservator ends on the date specified by the surety for cancellation of the bond. The letters of
15 conservatorship issued to the conservator are void from that date, and the conservator must make
16 and file the final accounting of the conservator.

17 **SECTION 5.** ORS 408.365 is amended to read:

18 408.365. Moneys to pay for the expenses of operating the Oregon Veterans' Home may be ap-
19 propriated from:

20 (1) The General Fund;

21 (2) The Oregon War Veterans' Fund pursuant to section 1 (1)(e)[,] of Article XI-A[,] of the
22 Oregon Constitution; and

23 (3) Moneys donated to the trust fund established [by the Director of Veterans' Affairs] under ORS
24 406.050 for the purpose of paying for the expenses of operating the Oregon Veterans' Home, or
25 moneys in the trust fund that the [director] **Department of Veterans' Affairs** determines may be
26 expended for those purposes.

27 **SECTION 6.** Section 3, chapter 564, Oregon Laws 2007, is amended to read:

28 **Sec. 3.** (1) The Director of Veterans' Affairs shall pay to the Department of Transportation all
29 of the department's anticipated costs of issuance of the veterans' recognition registration plate from
30 grants, donations and gifts accepted by the [director] **Department of Veterans' Affairs** under ORS
31 406.050 that may be expended for the purpose of issuance of a veterans' recognition registration
32 plate.

33 (2) If a veterans' group requests issuance of a veterans' recognition registration plate under
34 [section 2 of this 2007 Act] **ORS 805.105**, the group shall pay to the department all of the depart-
35 ment's anticipated costs of issuing a veterans' recognition registration plate that names, describes
36 or represents the group. The department may not begin creating or issuing the plates until the
37 anticipated costs are paid. For purposes of this section, costs of issuing a veterans' recognition
38 registration plate that names, describes or represents a veterans' group include, but are not limited
39 to, computer programming costs and vendor set-up fees.

40 **SECTION 7. This 2009 Act being necessary for the immediate preservation of the public**
41 **peace, health and safety, an emergency is declared to exist, and this 2009 Act takes effect**
42 **on its passage.**