## Enrolled House Bill 3151

Sponsored by Representative BARKER; Representatives ESQUIVEL, FREDERICK, KRIEGER, OLSON, J SMITH, WHISNANT, Senators BONAMICI, DINGFELDER, MONNES ANDERSON, PROZANSKI

CHAPTER	

## AN ACT

Relating to the use of forfeiture proceeds to fund drug treatment; amending ORS 131A.360; and declaring an emergency.

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

## **SECTION 1.** ORS 131A.360 is amended to read:

- 131A.360. (1) The provisions of this section apply only to a forfeiting agency other than the state, and apply only to forfeiture proceeds arising out of prohibited conduct as defined by ORS 131A.005 (12)(a).
- (2) If the forfeiting agency is not a county, the forfeiting agency shall enter into an agreement, under ORS chapter 190, with the county in which the property was seized to provide a portion of the forfeiture proceeds to the county.
- (3) After entry of a judgment of forfeiture, a forfeiting agency shall first pay from the forfeiture proceeds the costs incurred by seizing and forfeiting agencies in investigating and prosecuting the case, including costs, disbursements and attorney fees as defined in ORCP 68 A, special expenses such as the provision of currency for undercover law enforcement operations, the cost of disabling a hidden compartment in a motor vehicle and the expenses of maintaining the seized property. The forfeiting agency may not pay expenditures made in connection with the ordinary maintenance and operation of a seizing or forfeiting agency under this subsection.
  - (4) After payment of costs under subsection (3) of this section, the forfeiting agency shall:
- (a) Deduct an amount equal to five percent of the forfeiture proceeds and deposit that amount in the Illegal Drug Cleanup Fund established by ORS 475.495 for the purposes specified in ORS 475.495 (5) and (6):
- (b) Deduct an amount equal to 2.5 percent of the forfeiture proceeds and deposit that amount in the Asset Forfeiture Oversight Account;
- (c) Deduct an amount equal to 20 percent of the forfeiture proceeds and deposit that amount in the Oregon Criminal Justice Commission Account established under ORS 137.662 for disbursement to drug court programs as described in ORS 3.450; and
- (d) Deduct an amount equal to 10 percent of the forfeiture proceeds and deposit that amount in the State Commission on Children and Families Account established by ORS 417.733 for disbursement to relief nurseries as described in ORS 417.788.
- (5) If the forfeiting agency has entered into an agreement with a county under subsection (2) of this section, after paying costs under subsection (3) of this section and making the deductions

required by subsection (4) of this section, the forfeiting agency shall pay the county the amounts required by the agreement.

- (6) After making all payments and deductions required by subsections (3), (4) and (5) of this section, the forfeiting agency may use the remaining forfeiture proceeds, including amounts received by a county under subsection (5) of this section or by a any other public body under an intergovernmental agreement entered into under ORS 131A.355, only for:
- (a) The purchase of equipment necessary for the enforcement of laws relating to the unlawful delivery, distribution, manufacture or possession of controlled substances;
  - (b) Currency for undercover law enforcement operations;
  - (c) Drug awareness and drug education programs offered in middle schools and high schools;
- (d) The expenses of a forfeiting agency in operating joint narcotic operations with other forfeiting agencies pursuant to the terms of an intergovernmental agreement, including paying for rental space, utilities and office equipment; [and]
- (e) Expenses of a district attorney in criminal prosecutions for unlawful delivery, distribution, manufacture or possession of controlled substances, as determined through intergovernmental agreement between the forfeiting agency and the district attorney; and
  - (f) Drug treatment and programs that support drug treatment.
- (7) Notwithstanding subsection (6) of this section, growing equipment and laboratory equipment seized by a forfeiting agency that was used, or intended for use, in the manufacturing of controlled substances may be donated to a public school, community college or institution of higher education.
- (8) A forfeiting agency shall sell as much property as may be needed to make the distributions required by this section. Distributions required under subsection (4) of this section must be made once every three months and are due within 20 days of the end of each quarter. No interest shall accrue on amounts that are paid within the period specified by this subsection.

SECTION 2. This 2011 Act being necessary for the immediate preservation of the public peace, health and safety, an emergency is declared to exist, and this 2011 Act takes effect on its passage.

Passed by House March 30, 2011	Received by Governor:	
	, 2011	
Ramona Kenady Line, Chief Clerk of House	Approved:	
	, 2011	
Bruce Hanna, Speaker of House		
	John Kitzhaber, Governor	
Arnie Roblan, Speaker of House	Filed in Office of Secretary of State:	
Passed by Senate May 18, 2011	, 2011	
Peter Courtney, President of Senate	Kate Brown, Secretary of State	