

A-Engrossed Senate Bill 5529

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

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.

Maintains and reserves lottery revenues available to benefit public purposes during biennium beginning July 1, 2017, in Administrative Services Economic Development Fund. Allocates moneys from fund for biennium beginning July 1, 2017.

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

Transfers certain interest earnings from Oregon Education Fund to Lottery Bond Fund for payments by Department of Education on education lottery bonds.

Allocates moneys from Veterans' Services Fund *[to Department of Veterans' Affairs for provision of services for veterans]* **for biennium beginning July 1, 2017**.

Directs distribution of moneys from Criminal Fine Account.

Directs distribution of moneys from Oregon Marijuana Account.

Declares emergency, effective July 1, 2017.

A BILL FOR AN ACT

Relating to state financial administration; and declaring an emergency.

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

SECTION 1. During the biennium beginning July 1, 2017, 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, 2017, and thereafter are reserved to meet the commitments of sections 1 to 12 of this 2017 Act.

SECTION 3. The following amounts are allocated for the biennium beginning July 1, 2017, from the Administrative Services Economic Development Fund, to the Oregon Business Development Department, for the following purposes:

(1) Operations..... \$ 7,094,443

(2) Business, innovation
and trade..... \$ 56,363,565

(3) Oregon Infrastructure
Finance Authority..... \$ 1,548,664

(4) Oregon Film and Video Office .. \$ 1,207,545

SECTION 4. There is allocated for the biennium beginning July 1, 2017, from the Admin-

Note: For budget, see 2017-2019 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.

1 **Administrative Services Economic Development Fund, to the Department of Education, for the**
2 **State School Fund, the amount of \$464,758,594.**

3 **SECTION 5. There is transferred to the Lottery Bond Fund for the biennium beginning**
4 **July 1, 2017, out of the Oregon Education Fund, 100 percent of the declared earnings on the**
5 **Education Stability Fund that are transferred to the Oregon Education Fund during the**
6 **biennium beginning July 1, 2017, to be used by the Department of Education for the purposes**
7 **of maintaining cash flow and paying, when due, the principal, interest and premium, if any,**
8 **on outstanding education lottery bonds.**

9 **SECTION 6. There is allocated for the biennium beginning July 1, 2017, from the Admin-**
10 **istrative Services Economic Development Fund, to the office of the Governor, the amount**
11 **of \$3,689,100 for expenses of the Regional Solutions Program.**

12 **SECTION 7. (1) The Oregon Department of Administrative Services shall establish a**
13 **process for allocating available moneys in the Administrative Services Economic Develop-**
14 **ment Fund on a quarterly basis to fulfill the biennial allocations made by sections 1 to 12 of**
15 **this 2017 Act. The department shall set the quarterly allocations.**

16 **(2) If, in any quarter, the moneys transferred from the State Lottery Fund to the Ad-**
17 **ministrative Services Economic Development Fund are insufficient to pay for the quarterly**
18 **allocations made by sections 1 to 12 of this 2017 Act or any other 2017 Act, prior to making**
19 **any other allocations pursuant to sections 1 to 12 of this 2017 Act, the department shall**
20 **satisfy lottery bond debt service obligations in the amount of \$247,787,311 for outstanding**
21 **lottery bonds.**

22 **(3) After the lottery bond debt service obligations described in subsection (2) of this**
23 **section are satisfied, if the remaining moneys transferred from the State Lottery Fund to**
24 **the Administrative Services Economic Development Fund are insufficient to pay for the**
25 **quarterly allocations made by sections 1 to 12 of this 2017 Act, the department shall reduce**
26 **the quarterly allocations not described in subsection (2) of this section proportionately in**
27 **amounts sufficient to accommodate the revenue shortfall.**

28 **SECTION 8. There is allocated for the biennium beginning July 1, 2017, from the Admin-**
29 **istrative Services Economic Development Fund, to the Oregon Department of Administrative**
30 **Services, the amount of \$247,787,311 for the purpose of paying, when due, the principal, in-**
31 **terest and premium, if any, on outstanding lottery bonds, as described in section 7 of this**
32 **2017 Act.**

33 **SECTION 9. Notwithstanding and in lieu of the requirement in ORS 461.547 (1) for a**
34 **percentage-based transfer of moneys, for the biennium beginning July 1, 2017, the amount**
35 **allocated from the Administrative Services Economic Development Fund to the Oregon De-**
36 **partment of Administrative Services for distribution to counties for economic development**
37 **activities as provided by ORS 461.547 is \$41,285,992.**

38 **SECTION 10. Notwithstanding and in lieu of the requirement in ORS 461.549 (2) for a**
39 **percentage-based transfer of moneys, for the biennium beginning July 1, 2017, the amount**
40 **allocated from the Administrative Services Economic Development Fund to the Problem**
41 **Gambling Treatment Fund is \$12,457,116.**

42 **SECTION 11. Notwithstanding and in lieu of the requirement in ORS 565.447 for a**
43 **percentage-based transfer of moneys, for the biennium beginning July 1, 2017, the amount**
44 **allocated from the Administrative Services Economic Development Fund to the County Fair**
45 **Account established in ORS 565.445 is \$3,828,000.**

1 **SECTION 12.** Notwithstanding and in lieu of the allocation described in section 2 (3),
2 chapter 2, Oregon Laws 2017 (Ballot Measure 99 (2016)), for a percentage-based transfer of
3 moneys with an annual cap, for the biennium beginning July 1, 2017, the amount allocated
4 from the Administrative Services Economic Development Fund to the Outdoor School Edu-
5 cation Fund is \$24,000,000.

6 **SECTION 12a.** Notwithstanding and in lieu of the requirement in ORS 461.543 (4) for a
7 percentage-based transfer of moneys, for the biennium beginning July 1, 2017, the amount
8 allocated from the Administrative Services Economic Development Fund to the Sports Lot-
9 tery Account is \$8,240,000.

10 **SECTION 13.** There are allocated for the biennium beginning July 1, 2017, from the
11 Veterans' Services Fund, to the Veterans' Department of Veterans' Affairs Dedicated Lot-
12 tery Fund, the following amounts for the following purposes:

- 13 (1) Veterans' Services Program \$ 7,833,718
- 14 (2) County Veterans' Service
- 15 Officers \$ 6,904,151
- 16 (3) National Service
- 17 Organizations \$ 118,156

18 **SECTION 14.** There is allocated for the biennium beginning July 1, 2017, from the
19 Veterans' Services Fund, to the Veterans' Housing and Community Services Department
20 Dedicated Lottery Fund, the amount of \$1,500,000 for the provision of housing assistance to
21 veterans.

22 **SECTION 15.** (1) The Oregon Department of Administrative Services shall establish a
23 process for allocating available moneys in the Veterans' Services Fund on a quarterly basis
24 to fulfill the biennial allocations made by sections 13 and 14 of this 2017 Act.

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

29 **SECTION 16.** Notwithstanding ORS 137.300, for the biennium beginning July 1, 2017, the
30 Department of Revenue shall distribute the moneys in the Criminal Fine Account established
31 by ORS 137.300 as specified in sections 17 to 21 of this 2017 Act.

32 **SECTION 17.** There are allocated to the Department of Public Safety Standards and
33 Training for the biennium beginning July 1, 2017, from the Criminal Fine Account, the fol-
34 lowing amounts for the following purposes:

- 35 (1) Criminal justice training
- 36 and standards operations \$ 32,584,757
- 37 (2) Public Safety Memorial Fund ... \$ 200,030

38 **SECTION 18.** There are allocated to the Department of Justice for the biennium begin-
39 ning July 1, 2017, from the Criminal Fine Account, the following amounts for the following
40 purposes:

- 41 (1) Child Abuse Multidisciplinary
- 42 Intervention Account \$ 10,679,854
- 43 (2) Creation and operation of a
- 44 statewide system of regional
- 45 assessment centers as

1	provided under ORS 418.746	
2	to 418.796.....	\$ 815,961
3	(3) Criminal Injuries	
4	Compensation Account	\$ 9,095,393
5	(4) Services to children eligible	
6	for compensation under	
7	ORS 147.390 and costs to	
8	administer provision of	
9	these services	\$ 690,667

10 **SECTION 19.** There are allocated to the Department of Human Services for the biennium
11 beginning July 1, 2017, from the Criminal Fine Account, the following amounts for the fol-
12 lowing purposes:

- 13 (1) Domestic Violence Fund
- 14 established for ORS 409.300
- 15 for the purpose of
- 16 ORS 409.292 (1)(a) to (c)..... \$ 2,239,608
- 17 (2) Sexual Assault Victims Fund.... \$ 518,399

18 **SECTION 20.** There are allocated to the State Court Facilities and Security Account es-
19 tablished under ORS 1.178, for the biennium beginning July 1, 2017, from the Criminal Fine
20 Account, the following amounts for the following purposes:

- 21 (1) State court security
- 22 and emergency preparedness.... \$ 3,588,745
- 23 (2) Distributions to county court
- 24 facilities security accounts..... \$ 2,824,208

25 **SECTION 21.** (1) There is allocated to the Oregon Health Authority for the biennium be-
26 ginning July 1, 2017, from the Criminal Fine Account, the amount of \$42,884 for the purpose
27 of grants under ORS 430.345 for the establishment, operation and maintenance of alcohol and
28 drug abuse prevention, early intervention and treatment services provided through a county.

29 (2) There is allocated to the Law Enforcement Medical Liability Account established un-
30 der ORS 414.815, for the biennium beginning July 1, 2017, from the Criminal Fine Account,
31 the amount of \$1,354,360.

32 (3) There is allocated to the Oregon State Police for the biennium beginning July 1, 2017,
33 from the Criminal Fine Account, the amount of \$351,572 for the purpose of enforcing the laws
34 relating to driving under the influence of intoxicants.

35 (4) There is allocated to the Department of Corrections for the biennium beginning July
36 1, 2017, from the Criminal Fine Account, the amount of \$4,257,421 for the purpose of plan-
37 ning, operating and maintaining county juvenile and adult corrections programs and facilities
38 and drug and alcohol programs. The grant to each county shall be based on amounts depos-
39 ited in the Criminal Fine and Assessment Account by the circuit court for the county in the
40 2009-2011 biennium.

41 (5) There is allocated to the State Court Technology Fund established under ORS 1.012,
42 for the biennium beginning July 1, 2017, from the Criminal Fine Account, the amount of
43 \$3,110,000.

44 (6) There is allocated to the Intoxicated Driver Program Fund created under ORS 813.270,
45 for the biennium beginning July 1, 2017, from the Criminal Fine Account, the amount of

1 **\$4,323,000.**

2 (7) There is allocated to the Oregon Health Authority for the biennium beginning July
3 1, 2017, from the Criminal Fine Account, the amount of \$331,824 for the Emergency Medical
4 Services and Trauma Systems Program created under ORS 431A.085.

5 **SECTION 22.** After distributing the amounts specified in sections 17 to 21 of this 2017
6 Act, the Department of Revenue shall distribute funds remaining in the Criminal Fine Ac-
7 count to the General Fund.

8 **SECTION 23.** (1) There is allocated to the State School Fund established under ORS
9 327.008, for the biennium beginning July 1, 2017, from the Oregon Marijuana Account, the
10 amount of \$80,987,200.

11 (2) There is allocated to the Mental Health Alcoholism and Drug Services Account es-
12 tablished under ORS 430.380, for the biennium beginning July 1, 2017, from the Oregon
13 Marijuana Account, the amount of \$40,493,600.

14 (3) There is allocated to the Oregon Health Authority, for the health systems division,
15 for the biennium beginning July 1, 2017, from the Oregon Marijuana Account, the amount
16 of \$10,123,400 for purposes related to alcohol and drug abuse prevention, early intervention
17 and treatment services.

18 (4) There is allocated to the State Police Account established under ORS 181A.020, for the
19 biennium beginning July 1, 2017, from the Oregon Marijuana Account, the amount of
20 \$30,370,200.

21 **SECTION 24.** This 2017 Act being necessary for the immediate preservation of the public
22 peace, health and safety, an emergency is declared to exist, and this 2017 Act takes effect
23 July 1, 2017.
24
