

# **Measure 96 Lottery Funds Veterans' Services Budget Update**

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# Oregon Ballot Measure 96

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- Approved by voters in November 2016
- Dedicated 1.5% of net lottery proceeds “to provide services for the benefit of veterans.” Assistance may be provided for:
  - Reintegration, employment, education, housing, physical and mental health care, and addiction treatment programs;
  - Accessing state and federal benefits; and
  - Services provided by county, campus, nonprofit, or tribal veterans’ service officers.
- Effective July 1, 2017

# Veterans' Services Fund

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- Constitutional amendment directed the Legislature to establish a Veterans' Services Fund.
- Veterans' Services Fund was established in SB 140 (2017).
- 1.5% of net lottery proceeds dedicated to veterans' services are deposited into the Fund.
- Legislature approves allocations from the Fund to state agencies to support veterans' programs.

## VETERANS' SERVICES FUND

	2019-21 Legislatively Adopted <sup>1</sup>	2019-21 Legislatively Approved <sup>2</sup>	Revenue Adjustments
<b>RESOURCES / REVENUES</b>			
VSF Beginning Balance <sup>3</sup>	\$ 4,943,110	\$ 5,040,932	\$ 97,822
Lottery Funds Reversions under ORS 406.141	-	1,189,487	1,189,487
Lottery Revenue	21,897,662	16,708,156	(5,189,506)
Interest Earnings	-	100,000	100,000
<b>TOTAL RESOURCES</b>	<b>\$ 26,840,772</b>	<b>\$ 23,038,575</b>	<b>\$ (3,802,197)</b>
<b>ALLOCATIONS</b>			
Department of Veterans' Affairs			
Veterans' Services Program	\$ (11,915,984)	\$ (11,915,984)	\$ -
County Veteran Service Officers	(7,166,509)	(7,166,509)	-
National Service Organizations	(477,354)	(477,354)	-
Veterans' Affordable Housing	(1,000,000)	(1,000,000)	-
Total ODVA Allocations	\$ (20,559,847)	\$ (20,559,847)	\$ -
Bureau of Labor and Industries			
Reintegration Program (HB 2202)	(250,000)	(250,000)	-
Criminal Justice Commission			
Veterans' Specialty Courts	(555,000)	(555,000)	-
Oregon Health Authority			
Veterans' Behavioral Health	(2,500,000)	(2,500,000)	-
<b>TOTAL ALLOCATIONS</b>	<b>\$ (23,864,847)</b>	<b>\$ (23,864,847)</b>	<b>\$ -</b>
<b>VSF ENDING BALANCE</b>	<b>\$ 2,975,925</b>	<b>\$ (826,272)</b>	<b>\$ (3,802,197)</b>

1. The 2019-21 Legislatively Adopted Budget is based on the May 2019 forecast of 2019-21 lottery resources.

2. The 2019-21 Legislatively Approved Budget is based on the June 2020 forecast of 2019-21 lottery resources.

3. The 2019-21 VSF beginning balance has been updated to reflect interest accrued in the 2017-19 biennium.

# Lottery Allocation Reductions

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- Department of Administrative Services will proportionately reduce lottery allocations if revenues are insufficient to meet legislatively approved allocation amounts.
- Each approved allocation from the Veterans' Services Fund will be reduced by the same percentage to accommodate the revenue shortfall.
- Authority provided in the lottery allocation bill (HB 5029, 2019).

# Legislative Rebalance

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- Lottery allocations may be modified by the Legislature to achieve a balanced Lottery Funds budget.
- Lottery Funds reductions may include:
  - Vacancy Savings
  - Elimination of positions or FTE
  - Decreased services and supplies
  - Reduced levels of special payments for grant programs and pass-through funding