

**HB 5038 BUDGET REPORT and MEASURE SUMMARY**

**Joint Committee On Ways and Means**

**Prepared By:** Linnea Wittekind, Department of Administrative Services

**Reviewed By:** Paul Siebert, Legislative Fiscal Office

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**Oregon Watershed Enhancement Board  
2021-23**

PRELIMINARY

**Budget Summary\***

	2019-21 Legislatively Approved Budget <sup>(1)</sup>	2021 - 23 Current Service Level	2021-23 Committee Recommendation	Committee Change from 2019-21 Leg. Approved	
				\$ Change	% Change
Lottery Funds	\$ 82,231,192	\$ 68,470,033	\$ 85,470,033	\$ 3,238,841	3.9%
Total	\$ 82,231,192	\$ 68,470,033	\$ 85,470,033	\$ 3,238,841	3.9%

**Position Summary**

Authorized Positions	0	0	0	0
Full-time Equivalent (FTE) positions	0.00	0.00	0.00	0.00

<sup>(1)</sup> Includes adjustments through January 2021

\* Excludes Capital Construction expenditures

**Summary of Revenue Changes**

The Oregon Watershed Enhancement Board (OWEB) is funded primarily with Measure 76 Lottery Funds and federal Pacific Coastal Salmon Recovery Funds. The Board also receives revenues from the sales of salmon license plates. OWEB’s six-year limitation described in this budget report is funded solely with Measure 76 Lottery Funds.

**Summary of Natural Resources Subcommittee Action**

OWEB promotes and implements programs to restore, maintain, and enhance Oregon watersheds to protect the economic and social wellbeing of the state and its citizens. The Board provides grants to restore and preserve local streams, rivers, wetlands, and natural habitat. Community members and landowners use scientific criteria to jointly decide the needs to be done to conserve and improve habitat in the places where they live. The Subcommittee recommended a total funds budget of \$157,452,490 for OWEB, which included \$85,470,033 total funds approved in House Bill 5038 and the remaining \$71,982,457 total funds approved in House Bill 5037.

**Operations**

See the budget report for House Bill 5037.

**Grants**

For grants without a six-year limitation, please see the budget report for Senate Bill 5037.

As directed through a Budget Note in House Bill 5040 (2017), the Board shall phase-out the capital construction expenditure limitation approved for lottery moneys deposited into the Watershed Conservation Grant Fund for the 65% dedicated to local grant expenditures, as usual. OWEB shall then phase-in the amount estimated to be deposited in the Watershed Conservation Grant Fund using the Office of Economic Analysis forecast of Lottery Revenues from June of even numbered years. This estimate will then be updated during the development of the Governor's Budget and the Legislatively Adopted Budget in non-CSL packages. Ballot Measure 76 Lottery Funds expenditures will continue to be reflected in the budget as six-year expenditure limitation to allow time for grants to be fully expended. For the 2021-23 biennium, the Subcommittee recommended \$85,470,033 Lottery Funds as six-year expenditure limitation.

Package 801 LFO Analyst Adjustments. This package updates the dedicated Lottery Funds amount for grants based on the May 2021 Lottery Forecast for the 2021-23 biennium. The June 2020 forecast amount was used during budget development.

### **Summary of Performance Measure Action**

See House Bill 5037.

PRELIMINARY

**DETAIL OF JOINT COMMITTEE ON WAYS AND MEANS ACTION**

Oregon Watershed Enhancement Board  
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DESCRIPTION	GENERAL FUND	LOTTERY FUNDS	OTHER FUNDS		FEDERAL FUNDS		TOTAL ALL FUNDS	POS	FTE
			LIMITED	NONLIMITED	LIMITED	NONLIMITED			
2019-21 Legislatively Approved Budget at Jan. 2021*	\$ -	\$ 82,231,192	\$ -	\$ -	\$ -	\$ -	\$ 82,231,192	0	0.00
2021-23 Current Service Level (CSL)*	\$ -	\$ 68,470,033	\$ -	\$ -	\$ -	\$ -	\$ 68,470,033	0	0.00
<b><u>SUBCOMMITTEE ADJUSTMENTS (from CSL)</u></b>									
<b>SCR 020 - Grants</b>									
Package 801: LFO Analyst Adjustments									
Special Payments	\$ -	\$ 17,000,000	\$ -	\$ -	\$ -	\$ -	\$ 17,000,000		
<b>TOTAL ADJUSTMENTS</b>	<b>\$ -</b>	<b>\$ 17,000,000</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 17,000,000</b>	<b>0</b>	<b>0.00</b>
<b>SUBCOMMITTEE RECOMMENDATION *</b>	<b>\$ -</b>	<b>\$ 85,470,033</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 85,470,033</b>	<b>0</b>	<b>0.00</b>
% Change from 2019-21 Leg Approved Budget	0.0%	3.9%	0.0%	0.0%	0.0%	0.0%	3.9%	0.0%	0.0%
% Change from 2021-23 Current Service Level	0.0%	24.8%	0.0%	0.0%	0.0%	0.0%	24.8%	0.0%	0.0%

\*Excludes Capital Construction Expenditures

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