



**2025-27
BUDGET
HIGHLIGHTS
UPDATE**



MAY 2026

May 29, 2026

To the Members of the Eighty-Third Oregon Legislative Assembly:

Following is the **2025-27 Budget Highlights Update**, prepared by the Legislative Fiscal Office. This publication incorporates legislative changes made to the budget during the 2026 legislative session plus any other approved administrative changes since the adoption of the 2025-27 budget.

We hope you find this resource useful and invite you to contact the Legislative Fiscal Office if you have any questions.

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Table of Contents

SUMMARY OF THE 2025-27 LEGISLATIVELY APPROVED BUDGET	1
PROGRAM AREA SUMMARIES	15
Administration	15
Consumer and Business Services	19
Economic and community Development.....	21
Education	24
Human Services.....	27
Judicial Branch	30
Legislative Branch	32
Natural Resources	34
Public Safety.....	40
Transportation	44
EMERGENCY FUND	46
STATE BONDING AND CAPITAL CONSTRUCTION	48
FEE CHANGES.....	51
BUDGET NOTES.....	53
PROGRAM CHANGE MEASURE	55
STATE EMPLOYEE COMPENSATION	57
INFORMATION TECHNOLOGY	58
FISCAL IMPACT STATEMENTS	60
APPENDICES	
Appendix A: 2025-27 Capital Construction Projects	
Appendix B: 2025-27 State-Supported Bonds	
Appendix C: 2025-27 Non-Bonded Capital Projects	
Appendix D: Number of Positions and Full-Time Equivalency	
Appendix E: Summary of Expenditures	
Appendix F: Enacted Measures with a Budgetary Effect	

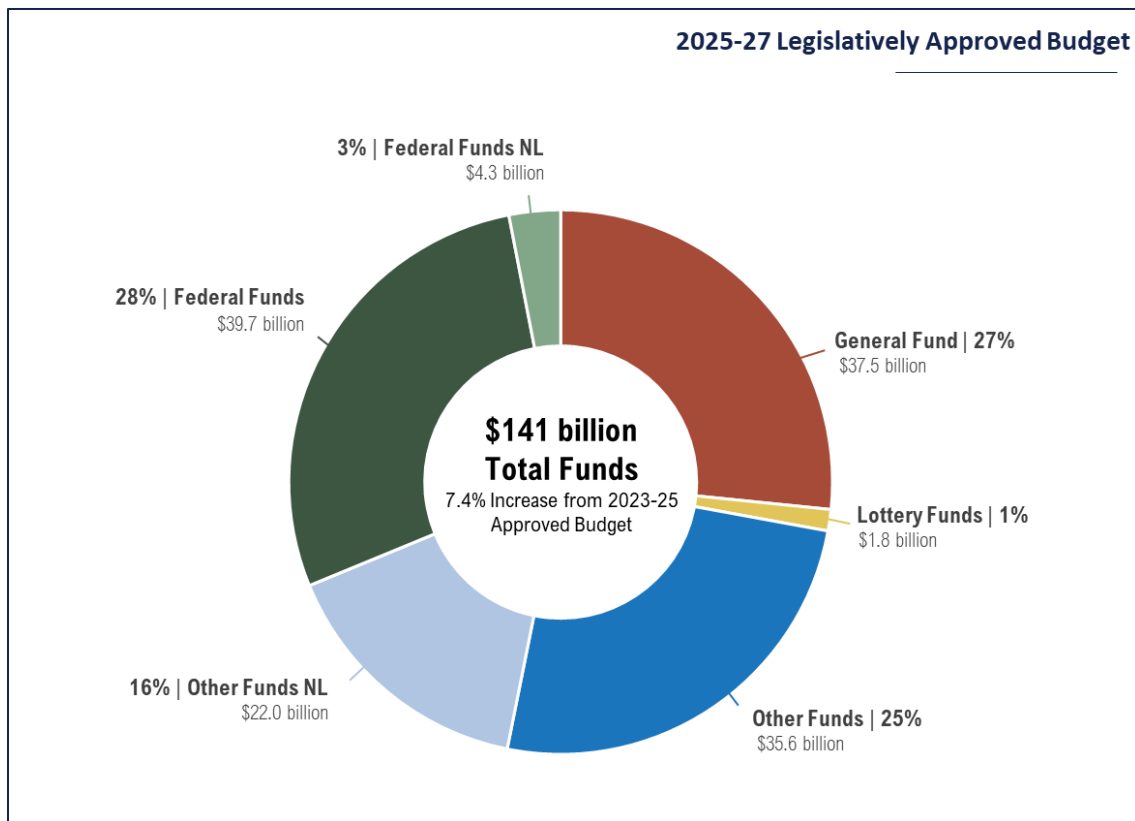
Summary of the 2025-27 Legislatively Approved Budget

OVERVIEW

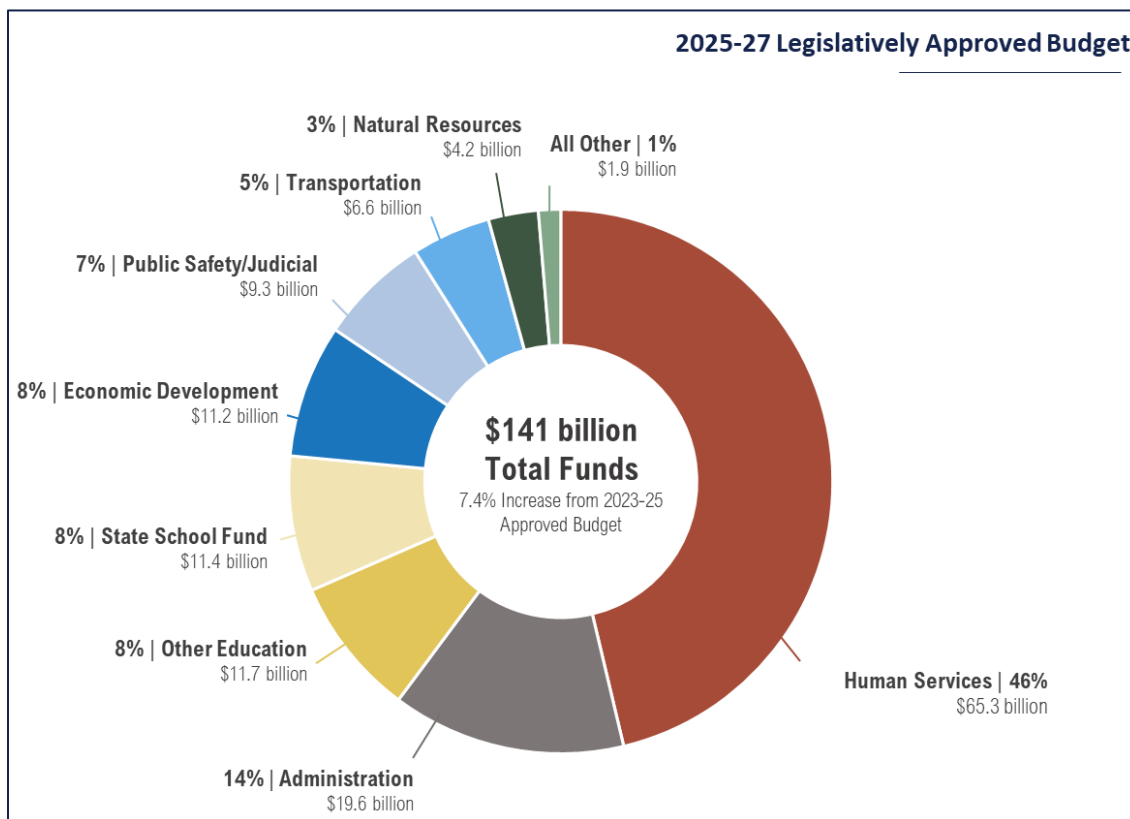
The legislatively approved budget (LAB) for the 2025-27 biennium, as adjusted during the 2026 regular session and including authorized executive branch administrative actions through February 2026, is \$141 billion total funds, which is an increase of \$2.1 billion, or 1.5%, from the 2025-27 budget adopted at the end of the 2025 session. The budget increase since the 2025 session comprises \$190 million General Fund, \$1.6 billion Other Funds, and \$313.2 million Federal Funds, net of a \$24.3 million Lottery Funds decrease.

The total 2025-27 LAB includes \$37.5 billion General Fund, \$1.8 billion Lottery Funds, \$57.7 billion Other Funds, and \$44 billion Federal Funds. The 2025-27 total funds budget represents a 7.4% increase from the final 2023-25 LAB of \$131.3 billion. After budgetary actions approved in the 2026 session, the projected 2025-27 General Fund ending balance is \$370.8 million, or 1% of 2025-27 budgeted General Fund expenditures.

The total 2025-27 LAB by fund type, as of the 2026 session and including administrative actions through February 2026, is reflected in the following chart:



The total 2025-27 LAB by program area, as of the 2026 session and including administrative actions through February 2026, is reflected in the following chart:



During the 2025-26 legislative interim, between the end of the long session in June 2025 and the start of the short session in February 2026, there was one special session focused on transportation funding that began on August 29, 2025, and concluded October 1, 2025. Additionally, the Joint Interim Committee on Ways and Means met in October 2025, November 2025, and January 2026. The Emergency Board also met in November 2025 to approve budget adjustments necessary for three agencies to close out the 2023-25 biennium, as well as to allocate resources for disaster recovery costs and reproductive health services in the current biennium.

In the 2025 first special session, the Legislature adopted HB 3992, an omnibus budget measure that includes budgetary adjustments associated with the fiscal impact of HB 3991 (2025 first special session), which increases select transportation taxes and fees and makes changes to oversight of the Oregon Department of Transportation (ODOT), among other provisions. HB 3992 appropriated \$800,000 General Fund, reduced the Emergency Fund by a corresponding amount, and increased Other Funds expenditure limitation by \$204.9 million. The budget report also authorized the establishment of 20 positions (12.50 FTE). Increases in the fuels tax, vehicle registration fees, title fees, and the payroll tax in HB 3991 were subsequently referred to voters for approval or rejection in May 2026 (Measure 120).

The Joint Interim Committee on Ways and Means acknowledged reports from state agencies, approved federal grant applications, and heard presentations on agency reduction options. The Department of Administrative Services (DAS) Office of Economic Analysis's September 2025 *Oregon Economic and*

*Revenue Forecast*¹ projected a significant decline in 2025-27 General Fund revenues that resulted in a General Fund balance deficit of \$372.7 million. The decline in 2025-27 General Fund revenue was primarily attributable to the July 4, 2025, passage of U.S. Public Law 119-21, also referred to as House Resolution 1 (HR 1), which included tax policy changes that impacted Oregon tax liability. Agencies were requested to prepare and present prioritized 5% reduction options for General Fund, Lottery Funds, and Other Funds to the Joint Interim Committee on Ways and Means subcommittees in November 2025 in anticipation of a 2025-27 budget rebalance during the 2026 session. The committee also recommended budgetary adjustments for consideration in the 2026 session. Budget recommendations totaled \$214.2 million General Fund, including \$152.1 million supported through the release of special-purpose appropriations (SPAs), \$216.4 million Other Funds, and \$260 million Federal Funds. Capital construction expenditure limitation totaling \$42.9 million Other Funds and \$800,000 Federal Funds was also recommended.

The 2026 session was the eighth regular session of the Legislature occurring in an even-numbered year under the constitutional change authorizing annual sessions approved by the voters in November 2010. Ballot Measure 71 changed the requirement of the Legislature to meet from once every two years to once each year and limited session lengths to 160 calendar days in the odd-numbered year and 35 calendar days in the even-number year. The Legislature convened the eighth regular even-numbered session on February 2, 2026, and completed business on March 6, 2026, within the constitutional 35-day limit.

The Joint Committee on Ways and Means introduced and recommended the following six omnibus measures to implement budget actions approved during the 2026 session:

- HB 5203 (fee ratification)
- HB 5204 (budget reconciliation)
- SB 1601 (non-appropriation program changes to implement budget decisions)
- SB 5701 (bonding authorization)
- SB 5702 (capital construction)
- SB 5703 (lottery, marijuana, Fund for Student Success [FSS], and Criminal Fine Account [CFA] allocations)

Details of the contents of these bills are described later in this document, and Appendix F provides a summary of all bills impacting the 2025-27 LAB.

Budgetary adjustments considered during the 2026 session were based on the DAS Office of Economic Analysis's March 2026 *Oregon Economic and Revenue Forecast*,² which was released February 4, 2026, to provide the Legislature time to respond to further changes in the state's biennial revenue projection. Prior to the 2026 session, quarterly revenue forecasts for the 2025-27 biennium projected a decrease of \$535.9 million in General Fund resources below the level forecasted in June 2025 when the budget was

¹ Oregon Department of Administrative Services, 2025. *Oregon Economic and Revenue Forecast*. Volume XLV, No. 3. Office of Economic Analysis. September 2025. <https://www.oregon.gov/das/oea/Documents/OEA-Forecast-0925.pdf>.

² Oregon Department of Administrative Services, 2026. *Oregon Economic and Revenue Forecast*. Volume XLVI, No. 1. Office of Economic Analysis. March 2026. <https://www.oregon.gov/das/oea/Documents/OEA-Forecast-0326.pdf>.

adopted. General Fund resources increased by \$252.7 million in the March 2026 revenue forecast, primarily due to an increase in corporate income tax receipts and unexpended General Fund from the prior biennium exceeding the level assumed in the adopted budget, eliminating the previously projected negative General Fund ending balance. Reversions for the 2023-25 biennium totaled \$346.4 million, including \$321.7 million reverted to General Fund by executive branch agencies and \$24.8 million of unexpended balances in legislative and judicial branch agencies. Based on the March 2026 revenue forecast, the projected 2025-27 General Fund ending balance increased to \$197.9 million prior to 2026 session actions.

The 2026 session budget plan was primarily focused on rebalancing the statewide General Fund and Lottery Funds budget to address the decline in revenues since the 2025 session and increased state costs to participate in federal programs resulting from policy changes in HR 1. The Joint Committee on Ways and Means co-chairs' plan for rebalancing the budget was based on principles that supported long-term budget stability. This included prioritizing reductions with the least impact on core services and preserving funding for essential programs. A total of \$128.1 million in General Fund and Lottery Funds reductions were included in the final plan to balance the state budget. The level of reductions necessary was less than initially anticipated due to the increase in resources projected in the March 2026 revenue forecast. The reductions were primarily achieved through a combination of fund shifts, carryover balances, vacancy savings, and cost containment measures implemented by the executive branch. Additional General Fund and Lottery Funds savings of \$107.4 million were realized from interest earnings and excess bond proceeds available to support debt service payments.

The budget plan also included reviewing, releasing, and adjusting SPAs to the Emergency Board, updating revenue projections, rebalancing budgets for the Department of Human Services (DHS) and Oregon Health Authority (OHA), making technical adjustments to state agency budgets, and providing funding for agency programs and services. Available revenues were increased through the passage of SB 1507 (2026), which disconnects Oregon's tax laws from specific Internal Revenue Code (IRC) provisions, including Section 168(k) bonus depreciation, gains from the sale or exchange of small business stock, and qualified passenger vehicle loan interest. A total of \$52.7 million was also transferred to General Fund from available balances in the State Information Technology Operating and Oregon Infrastructure Finance Funds. Resources were used to support additional costs totaling \$272.8 million General Fund associated with implementation and programmatic changes to the Supplemental Nutrition Assistance Program (SNAP) administered by DHS and Medicaid program (Oregon Health Plan) administered by OHA. An estimated General Fund ending balance of \$370.8 million, or 1% of expenditures, and a discretionary Lottery Funds ending balance of \$43.2 million was retained in the plan.

An additional focus of the budget plan was addressing the shortfall in State Highway Fund (SHF) revenue supporting the 2025-27 ODOT budget due to the delay in collection of SHF revenues as a result of Measure 120 (2026). ODOT's budget was rebalanced through a combination of \$78.2 million in reductions and \$218 million in the redirection of dedicated transportation revenues to operations and maintenance activities.

Details of the 2025-27 budget plan, as enacted during the 2026 session, are included in the table on the following page, as well as subsequent sections of this document.

2025-27 BUDGET HIGHLIGHTS UPDATE

2026 Budget Plan for the 2025-27 Biennium			
	General Fund	Lottery Funds Discretionary	Lottery Funds Dedicated
Legislatively Approved Expenditures through Dec. 2025	37,314,792,529	1,355,926,923	458,818,051
Projected Ending Balance for 2025-27 Biennium (Dec. 2025)	(63,113,771)	(24,672,271)	(18,619,234)
March 2026 Forecast Change/Beginning Balance Adjustments	261,051,593	26,855,832	64,897,380
Projected Ending Balance – March 2026	197,937,822	2,183,561	46,278,146
Resource Adjustments			
<i>Revenue Changes</i>			
SB 1507 – Disconnect from Specific IRC Provisions	311,600,000	-	-
HB 4084 – Jobs Credit Qualified Industry Requirement	3,500,000	-	-
<i>Special-Purpose Appropriations</i>			
Salary Compensation SPA Disappropriation	300,000,000	-	-
Non-State Employee Compensation SPA Disappropriation	75,000,000	-	-
Natural Disaster SPA Disappropriation	65,324,786	-	-
ODF – Fire Protection Expenses SPA Disappropriation	12,167,370	-	-
<i>Other Resource Adjustments</i>			
State Information Technology Operating Fund transfer to the General Fund	23,000,000	-	-
Oregon Infrastructure Finance Fund Transfer to the General Fund	29,700,000	-	-
Lottery Reversions/ESF Earnings (Oregon Growth Account Distribution)	-	18,393,142	3,397,955
Liquor General Fund Distribution from Budget Actions	3,645,456	-	-
SOS Corporation Division Revenues from Budget Actions	(271,046)	-	-
Total Resource Adjustments	823,666,566	18,393,142	3,397,955
Additional Expenditures/Reductions			
Education – State School Fund*	(29,522,226)	22,339,096	-
Education – Post-Secondary	(1,392,880)	-	-
Education – Other	29,575,394	-	2,710,537
Human Services – Oregon Health Authority	(57,066,535)	132,063	1,003
Human Services – Department of Human Services	(325,205,774)	-	-
Human Services – Other	(981,794)	-	-
Public Safety	(139,446,990)	-	(397,235)
Judicial Branch	(46,600,658)	-	-
Economic and Community Development	75,594,643	(3,743,159)	(615,706)
Natural Resources	(93,946,153)	4,064,950	39,803
Transportation	(18,400)	-	-
Consumer and Business Services	(1,328,942)	-	(6,898)
Administration	(29,994,461)	(189,585)	-
Legislative Branch	(15,477,830)	-	-
Special-Purpose Appropriations			
HECC – Southern Oregon University Short-Term Financial Stability	(15,000,000)	-	-
Total Additional Expenditures	(650,812,606)	22,603,365	1,731,504
Net Ending Balance Position	370,791,782	43,180,068	51,407,605

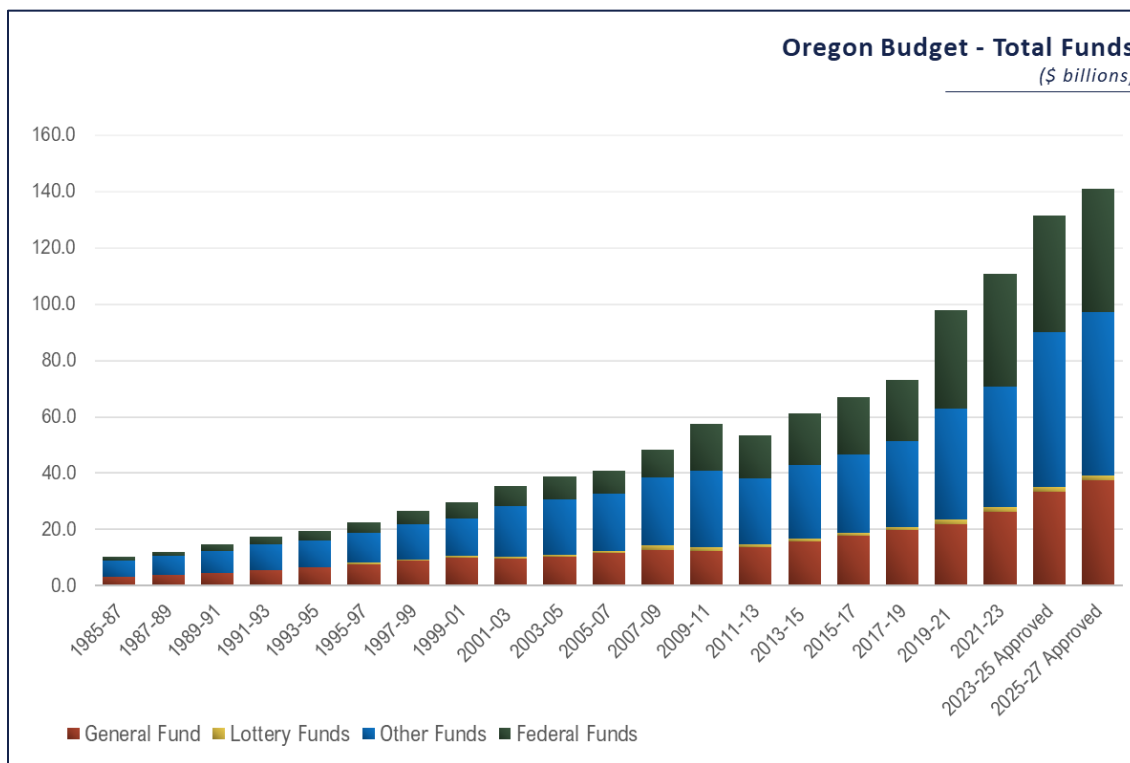
* State School Fund is \$11.4 billion including General Fund, Lottery Funds, Corporate Activity Tax, and marijuana tax revenues.

As a result of the March 2026 revenue forecast and the actions taken during the 2026 session, the budget plan assumed the following projected balances as potential resources or reserves for the remainder of the current biennium and future biennia:

- \$370.8 million General Fund 2025-27 ending balance
- \$344.6 million Emergency Fund balances, including \$83.4 million in the general-purpose Emergency Fund and \$261.2 million in SPAs
- \$43.2 million discretionary Lottery Funds 2025-27 ending balance, including \$25 million in the Administrative Services Economic Development Fund and \$18.2 million in the Oregon Opportunity Grant Program
- \$2.2 billion Rainy Day Fund 2025-27 ending balance
- \$1.2 billion Education Stability Fund 2025-27 ending balance

The combined reserve funds (Rainy Day Fund and Education Stability Fund) equal \$3.4 billion, or 9.7% of projected General Fund revenues.

The following chart provides a history of Oregon’s total funds budget from the 1985-87 through 2025-27 biennia:

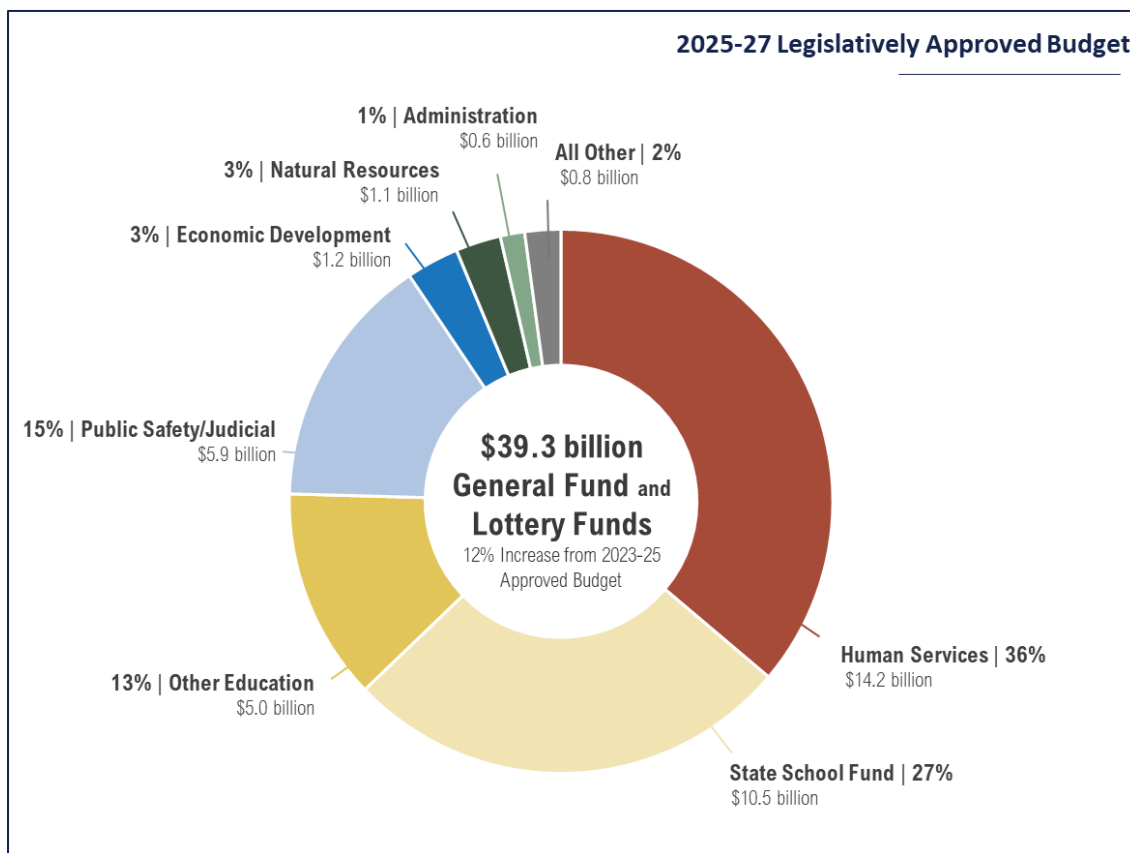


GENERAL FUND AND LOTTERY FUNDS EXPENDITURES

Combined General Fund and Lottery Funds expenditures for the 2025-27 biennium after 2026 session actions total \$39.3 billion, an increase of \$4.3 billion, or 12.1%, from the LAB for the 2023-25 biennium. The total General Fund and Lottery Funds LAB represents an increase of \$165.7 million, or 0.4%, over

the 2025-27 legislatively adopted budget. General Fund appropriations increased by \$190 million, or 0.5%, and Lottery Funds expenditures decreased by \$24.3 million, or 1.3%, from the budget adopted in the 2025 legislative session.

The total 2025-27 General Fund and Lottery Funds LAB by program area, as of the 2026 session and including administrative actions through February 2026, is reflected in the following chart:



General Fund expenditures totaling \$452.5 million were supported through the elimination or reduction of four SPAs, including the elimination of the SPA for state employee compensation plan changes (\$300 million) to finance increases in state agency budgets for employee compensation and related adjustments. The natural disaster and fire protection SPAs were reduced by \$65.3 million and \$12.2 million, respectively, for costs related to the 2025 fire season. A \$15 million SPA was also established to address Southern Oregon University’s (SOU’s) projected operational funding shortfall.

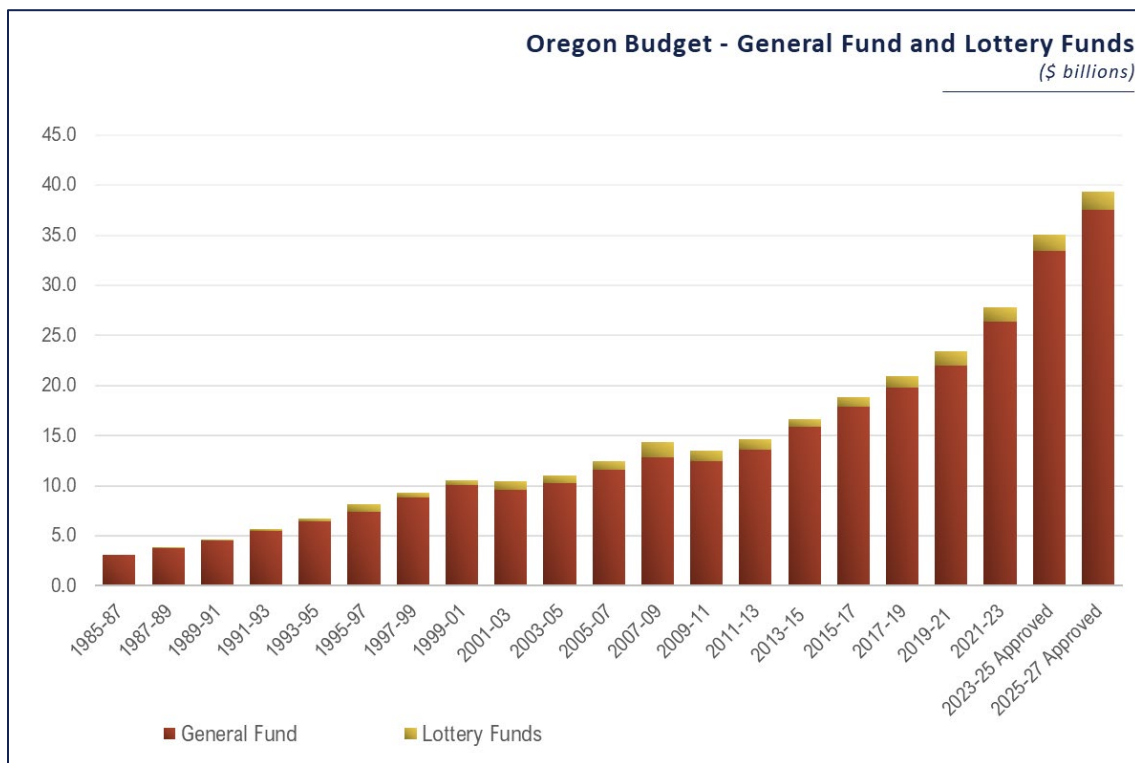
Significant General Fund expenditures in the 2026 budget plan included the following:

- \$321.5 million to fund negotiated state employee compensation increases and pension obligation bond adjustments. An additional \$75 million supports collectively bargained non-state employee compensation increases.
- \$272.8 million net increase to DHS and OHA for implementing provisions of HR 1.
- \$77.1 million to the Oregon Department of Forestry (ODF) and Department of the State Fire Marshal (DSFM) for large fire and conflagration costs incurred during the 2025 fire season and

another \$7 million for DSFM to support repositioning, readiness response, and cash flow constraints for the 2026 fire season.

- \$39.9 million to the Department of Corrections for opioid use disorder medications, off-site health care costs, and health services stabilization.
- \$11.6 million for ODF to address a shortfall in central administrative costs associated with fire protection assessment changes in HB 3940 (2025).
- \$10 million for deposit into the Regional Infrastructure Fund for grants to local and Tribal governments with populations of under 25,000 for rural infrastructure projects.
- \$8 million for universal representation, with \$5.6 million provided to DAS for deposit into the Universal Representation Fund and \$2.4 million to the Oregon State Bar for immigration legal services, and an additional \$2 million to DHS for refugee assistance.
- \$5 million for deposit into the Industrial Site Loan Fund.
- \$5 million to support horse racing events at county fairgrounds.

The following chart provides a history of Oregon’s General Fund and Lottery Funds budget from the 1985-87 through 2025-27 biennia:



LOTTERY RESOURCES AND EXPENDITURES

The DAS Office of Economic Analysis’s March 2026 revenue forecast projected total 2025-27 lottery resources of \$1.88 billion, a decrease of \$57.5 million from the May 2025 *Oregon Economic and Revenue*

*Forecast*³ used to develop the 2025-27 legislatively adopted budget. This decrease is inclusive of one-time reversions of \$8.8 million in unspent revenue from the 2023-25 biennium and one-time administrative actions of \$1.9 million. The corresponding allocation adjustments approved during the 2026 session through SB 5703, in addition to the forecasted changes to the allocations specified in the Oregon Constitution, result in total allocations of \$1.85 billion and a projected ending balance of \$25 million in the Administrative Services Economic Development Fund. This projected ending balance is a reduction of \$15 million from the projected \$40 million balance in the legislatively adopted budget.

Lottery Resources and Allocations				
(\$ millions)				
	2023-25 Legislatively Approved	2025-27 Legislatively Adopted	2025-27 Legislatively Approved	2026 Session Changes
RESOURCES				
Economic Development Fund Beginning Balance	84.4	45.1	45.1	-
Reversions	5.7	-	8.8	8.8
Net Lottery Proceeds	1,808.6	1,885.3	1,817.1	(68.2)
Administrative Actions	42.9	-	1.9	1.9
Interest Earnings	2.0	2.0	2.0	-
Total Lottery Resources	1,943.6	1,932.4	1,874.9	(57.5)
ALLOCATIONS				
Constitutional Allocations	638.8	636.3	613.9	(22.3)
Statutory Allocations	1,259.7	1,256.1	1,235.9	(20.2)
Total Lottery Allocations	1,898.5	1,892.4	1,849.9	(42.5)
LOTTERY FUNDS ENDING BALANCE	45.1	40.0	25.0	(15.0)

The constitutionally dedicated transfers to the Education Stability Fund (18% of net lottery proceeds), Oregon School Capital Improvement Matching Fund (15% of net proceeds after the Education Stability Fund balance equals 5% of General Fund revenue in the prior biennium), Parks and Natural Resources Fund (15% of net lottery proceeds), and Veterans' Services Fund (1.5% of net lottery proceeds) change in direct proportion to revenue fluctuations. Collectively, these distributions are projected to decrease by approximately \$22.3 million from the level anticipated in the 2025-27 legislatively adopted budget.

During the 2026 session, the Legislature adjusted the statutory allocations of net lottery proceeds from the Economic Development Fund by \$20.2 million, a decrease of 1.6% from the adopted budget. These adjustments include the following:

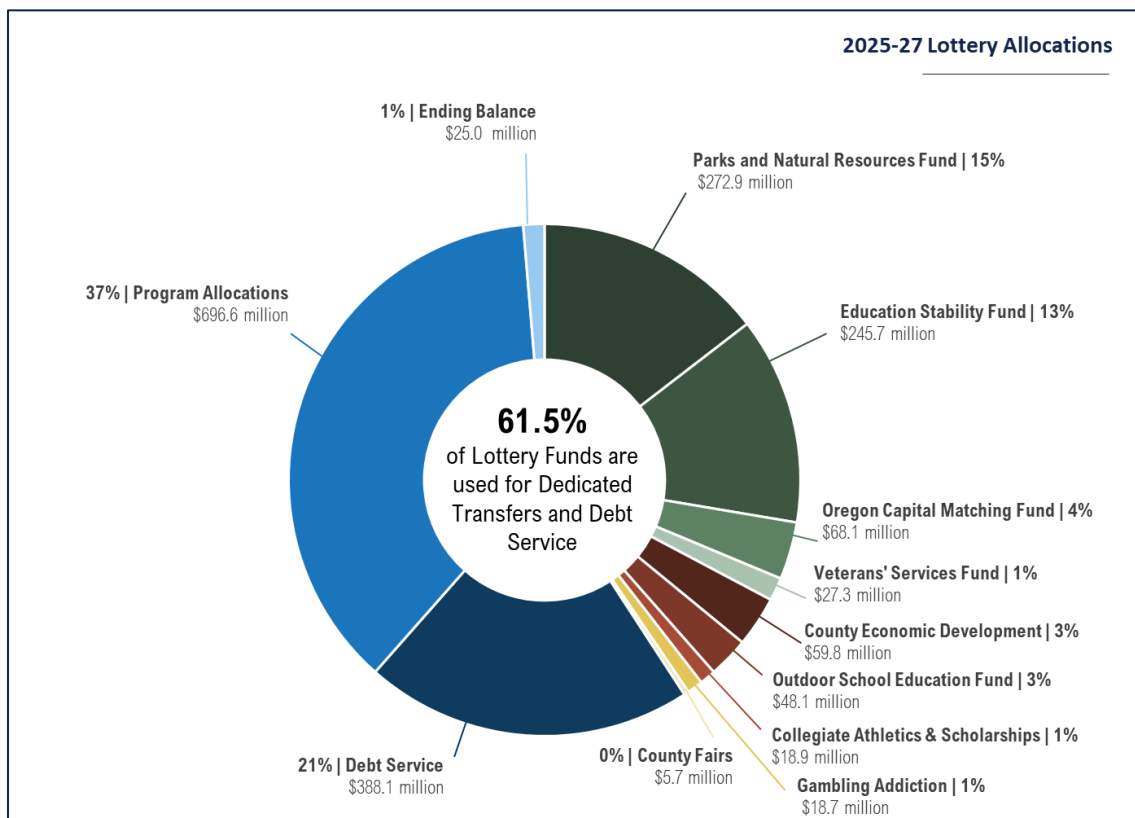
- \$1.8 million decrease across various state agencies for debt service, which results from available Other Funds resources generated through excess bond proceeds and interest earnings that can be used for debt service payments.

³ Oregon Department of Administrative Services, 2025. *Oregon Economic and Revenue Forecast*. Volume XLV, No. 2. Office of Economic Analysis. May 2025. <https://www.oregon.gov/das/oea/Documents/OEA-Forecast-0525.pdf>.

- \$132,063 decrease for the Problem Gambling Treatment Fund impacting the related OHA program.
- \$22.3 million decrease for the State School Fund (SSF) as part of a net-zero rebalance of statewide Lottery Funds and General Fund expenditures.
- \$3.9 million total increase to the Oregon Business Development Department for pension obligation bond and employee compensation plan changes, net of reductions (\$1.1 million); administration of tax incentives (\$1.3 million); establishment of a micro-tariff adjustment grant program (\$1.2 million); and evaluation of the effectiveness of programs administered by the department (\$350,000).
- \$189,585 increase to the Office of the Governor for pension obligation bond and compensation plan changes for Regional Solutions employees.

Finally, the Legislature also increased allocations from the Veterans’ Services Fund by \$621,601, or 2%, with adjustments to the Oregon Department of Veterans’ Affairs (ODVA), Bureau of Labor and Industries (BOLI), and OHA allocations. ODVA allocation changes included \$353,115 for the establishment of a veterans’ suicide prevention grant program; \$23,000 in vacancy savings reductions; and \$285,591 for pension obligation bond and employee compensation plan adjustments. The OHA Veterans’ Dental Program allocation was reduced by \$1,003, and the BOLI allocation was increased by \$6,898 for pension obligation bond and compensation plan changes.

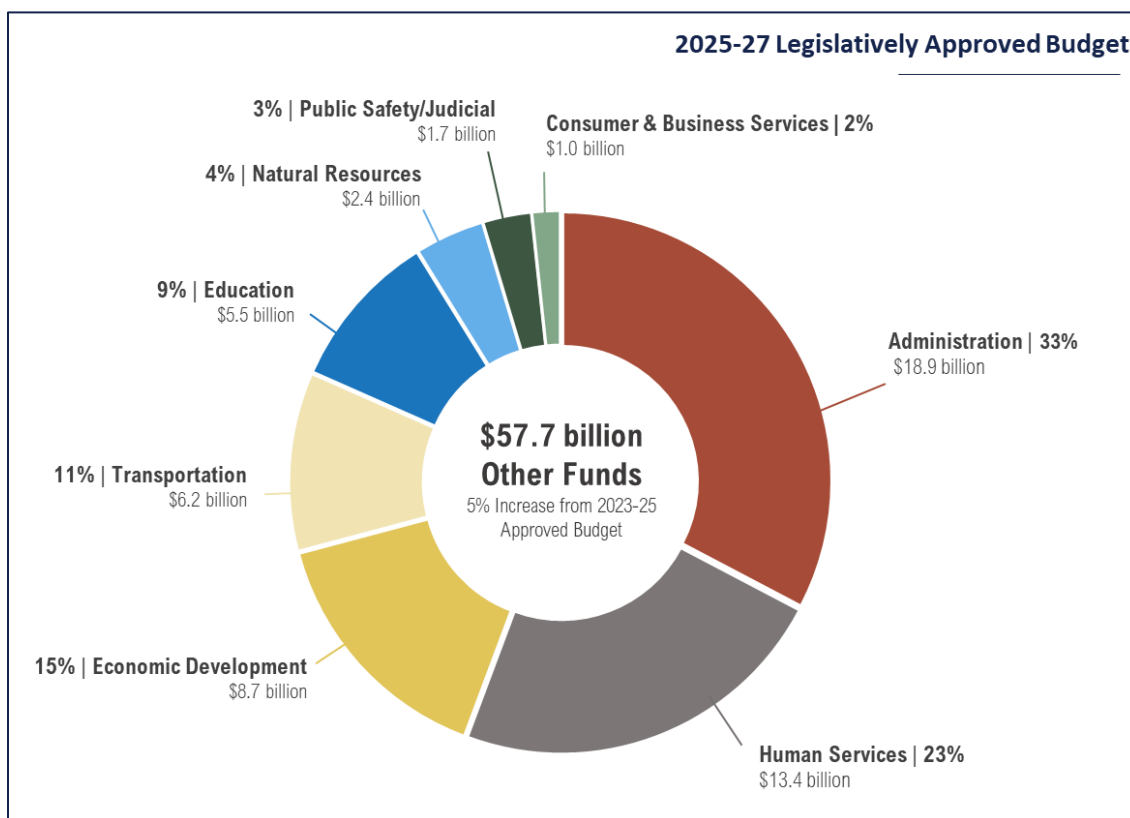
The following chart summarizes the approved allocations of total lottery resources for the 2025-27 biennium, as of the March 2026 revenue forecast:



OTHER FUNDS EXPENDITURES

The 2025-27 LAB supports \$57.7 billion in Other Funds resources, a \$2.6 billion, or 4.6%, increase from the 2023-25 LAB. Total Other Funds expenditures represent an increase of \$1.6 billion, or 2.9%, over the 2025-27 adopted budget. Other Funds expenditure limitation was increased in the LAB to support state employee compensation increases and pension obligation bond cost adjustments, bond proceeds, technical adjustments for balances carried forward from the prior biennium, expenditure of General Fund deposited into continuously appropriated funds, and other revenues received by agencies. Increases were offset by Other Funds reductions to rebalance the ODOT budget and for OHA revenue impacts related to reductions in the intergovernmental transfer agreement with Oregon Health and Science University (OHSU) due to the cap on state-directed payments included in HR 1.

The total 2025-27 Other Funds LAB by program area, as of the 2026 session, is reflected in the following chart:



Other Funds are revenues received by a state agency, other than General Fund, Lottery Funds, or Federal Funds, that are restricted to defined purposes. Examples include revenue from licenses and fees; charges for services; fines, rents, and royalties; interest earnings; bond sale proceeds; sales income; donations and contributions; loan repayments; and certain funds received from the federal government.

Other Funds are budgeted as limited or nonlimited. Other Funds Limited represent agency resources, excluding General Fund, Lottery Funds, and Federal Funds, that are subject to a limitation on how much the agency may spend (referred to as expenditure limitation). Other Funds Nonlimited are more difficult

to precisely estimate and must be paid by law, such as trust fund payments. Consequently, no expenditure limitation is placed on agencies when nonlimited expenditures are authorized. An example of a nonlimited expenditure is unemployment insurance benefit payments, where actual expenditure amounts are dependent on external factors such as state and national economic conditions.

While numerous sources of revenue support the Other Funds expenditure limitations established in state agency budget measures, the Legislature also adopts revenue allocation measures to direct the transfer of available revenue from distinct Other Funds accounts that typically support multiple state agency budgets. Programs supported by these revenue allocations have expenditure limitations established in the separate appropriation measures for the receiving agencies. During the 2026 session, the Legislature adjusted revenue allocations from the three Other Funds accounts described in the following subsections.

Criminal Fine Account

The CFA receives revenues from a portion of the crime and violation fines collected by state and local courts. ORS 137.300 identifies program priorities for revenue deposited into the account but does not specify program funding levels. After the specific program allocations are made, any remaining CFA revenues are deposited into General Fund. Based on the March 2026 revenue forecast, CFA revenue is projected to total \$92.9 million in the 2025-27 biennium, a decrease of \$10.3 million, or 10%, from the May 2025 revenue forecast assumed in the legislatively adopted budget. Due to declining CFA revenues, available funds were allocated primarily based on statutory priorities, with no transfer to General Fund. The Legislature increased the Department of Public Safety Standards and Training (DPSST) allocation by \$2.1 million for pension obligation bond and employee compensation plan changes. However, the increase to DPSST's allocation coupled with the decline in revenue required reductions in the CFA allocations to the Oregon Judicial Department (\$6.9 million), DHS (\$3.5 million), and Department of Justice (\$1.3 million) that were backfilled with General Fund.

Fund for Student Success

The Department of Revenue transfers net Corporate Activity Tax revenue to the FSS established in ORS 327.001. After making deposits into the High Cost Disability Account established in ORS 327.348 and SSF established in ORS 327.008 and retaining a reserve for cash flow and revenue shortfall purposes, the Oregon Department of Education transfers the balance to three statutorily defined education accounts according to the following requirements: at least 50% to the Student Investment Account (ORS 327.175), up to 30% to the Statewide Education Initiatives Account (ORS 327.250), and at least 20% to the Early Learning Account (ORS 327.269).

Based on the March 2026 revenue forecast, Corporate Activity Tax revenue deposited in the FSS is projected to total \$3 billion in 2025-27, a decrease of \$17.5 million from the May 2025 revenue forecast. The statutory transfer from the FSS to the SSF decreased by \$7.2 million for a total 2025-27 transfer of \$792.4 million. Allocations to the Student Investment Account and Early Learning Account were unchanged, while the allocation to the Statewide Education Initiatives Account decreased by \$18.2 million to reflect the updated beginning balance remaining from the 2023-25 biennium.

A \$114.7 million reserve balance remains in the FSS, with an additional unobligated balance of \$18.2 million.

Oregon Marijuana Account

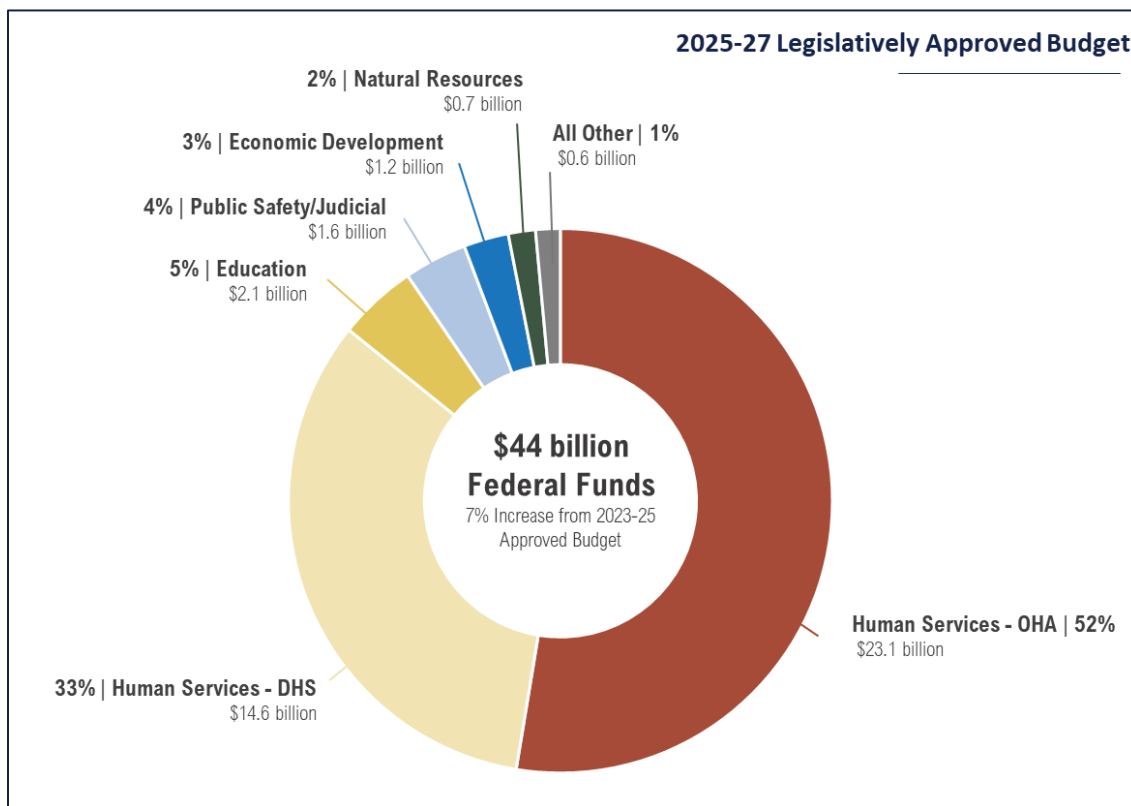
Net revenue from state marijuana taxes is deposited into the Oregon Marijuana Account (OMA). Based on the tax's current framework, the first \$11.25 million of net quarterly revenue, as adjusted annually for inflation, is distributed as follows: 20% to cities and counties; 40% to the SSF; 20% to the Mental Health Alcoholism and Drug Services Account; 15% to the State Police Account; and 5% for alcohol and drug abuse prevention, early intervention, and treatment services. Quarterly OMA revenue above \$11.25 million is transferred to the Drug Treatment and Recovery Services Fund. Based on the March 2026 revenue forecast, net revenue available for the OMA is projected to total \$285.7 million for 2025-27, which represents a decline of \$15.6 million from the May 2025 revenue forecast used to develop the legislatively adopted budget. The allocation to the Drug Treatment and Recovery Services Fund was adjusted to reflect the decrease in estimated revenue.

Other significant changes in Other Funds budgeted expenditures are described in the program area summaries.

FEDERAL FUNDS EXPENDITURES

The 2025-27 LAB authorizes the expenditure of \$44 billion Federal Funds, a \$2.9 billion, or 7.1%, increase from the 2023-25 LAB. Total Federal Funds expenditures represent an increase of \$313.2 million, or 0.7%, over the legislatively adopted budget. Federal Funds expenditure limitation was adjusted in the LAB to support state employee compensation increases and pension obligation bond cost adjustments, changes in federal match rates, updated caseload for federally supported programs, and federal grants awarded to agencies.

The total 2025-27 Federal Funds LAB by program area, as of the 2026 session and including administrative actions through February 2026, is reflected in the following chart:



Federal Funds expenditures are supported with revenue from the federal government that is sent to state agencies to pay for specific programs and activities. Examples include competitive grants, matching funds, block grants, pass-through funds, or special payments. The state budget’s largest source of federal revenue supports health care coverage provided through Medicaid, which also requires a state match. Examples of Federal Funds Nonlimited include payments that are made directly to beneficiaries of federally funded unemployment insurance benefits, rental assistance payments, and supplemental nutrition assistance.

Significant changes in Federal Funds budgeted expenditures are described in the program area summaries.

Program Area Summaries

ADMINISTRATION

The Administration Program Area provides services to state agencies and local governments. Such services include central administration and support of agencies, retirement administration, labor relations, government ethics and lobby regulation, library services, income and property tax administration, alcohol regulation, and pari-mutuel racing regulation. Additionally, it includes the Governor's Office, financial and performance auditing, elections, and records management by the Secretary of State, and financial and investment activities of the State Treasurer.

ADMINISTRATION								
State Agencies	2025-27 Legislatively Adopted Budget		2025-27 Legislatively Approved Budget*		Budget Increase/Decrease			
	GF/LF	Total Funds	GF/LF	Total Funds	GF/LF	% Chg	Total Funds	% Chg
Dept. of Administrative Services	148,108,851	2,259,566,886	165,402,282	2,848,599,669	17,293,431	11.7%	589,032,783	26.1%
Advocacy Commissions Office	1,979,618	2,005,050	1,860,966	1,886,398	(118,652)	-6.0%	(118,652)	-5.9%
Employment Relations Board	4,120,622	7,375,155	4,241,227	7,590,628	120,605	2.9%	215,473	2.9%
Government Ethics Comm.	-	7,129,553	-	7,308,308	-	-	178,755	2.5%
Office of the Governor	37,314,310	42,614,929	38,286,326	43,776,237	972,016	2.6%	1,161,308	2.7%
Oregon Liquor and Cannabis Comm.	-	420,334,841	-	421,058,872	-	0.0%	724,031	0.2%
Public Employees Retirement System	41,287,102	15,465,026,530	41,287,102	15,472,828,205	-	0.0%	7,801,675	0.1%
Public Records Advocate	-	1,180,141	-	1,204,723	-	0.0%	24,582	2.1%
Oregon Racing Comm.	-	7,693,187	-	7,815,202	-	0.0%	122,015	1.6%
Dept. of Revenue	272,987,879	445,380,269	280,663,990	454,562,451	7,676,111	2.8%	9,182,182	2.1%
Secretary of State	26,945,965	134,400,109	31,440,160	146,390,328	4,494,195	16.7%	11,990,219	8.9%
State Library	5,414,587	20,912,529	5,660,927	21,621,560	246,340	4.5%	709,031	3.4%
State Treasurer	-	162,672,638	-	167,041,490	-	0.0%	4,368,852	2.7%
PROGRAM AREA TOTAL	\$538,158,934	\$18,976,291,817	\$568,842,980	\$19,601,684,071	\$30,684,046	5.7%	\$625,392,254	3.3%
Percent of State Budget	1.4%	13.7%	1.4%	13.9%				

* Includes administrative and legislative actions through the 2026 legislative session.

The 2025-27 LAB for the Administration Program Area totals \$19.6 billion, which is an increase of \$625.4 million, or 3.3%, from the 2025-27 legislatively adopted budget. The 2025-27 General Fund and Lottery Funds budget for the program area totals \$568.8 million, which is an increase of \$30.7 million, or 5.7%, from the 2025-27 legislatively adopted budget. Major increases include \$33.6 million Other Funds for lottery bond proceeds and \$14.7 million General Fund passed through to local government and nonprofit entities to support affordable housing and community projects. Adjustments to budgets from statewide compensation changes are not discussed in detail but are included in the previous table. To balance the statewide budget, reductions totaling \$1.4 million General Fund were approved across the program area. Significant budget adjustments and investments in the Administration Program Area agencies are summarized in the following subsections.

Department of Administrative Services

- **Reductions:** Decrease of \$54,441 General Fund to balance the statewide budget. These savings are achieved through vacancy savings and reductions to services and supplies.
- **Organizational realignment:** Increase of \$23.1 million Other Funds expenditure limitation and establishment of seven permanent positions (4.40 FTE) and four limited-duration positions (3.20 FTE) to address workload associated with biweekly payroll, printing and distribution, procurement, risk management, and shared services. Adjustments also include an increase of \$567,134 General Fund and the establishment of two limited-duration positions (1.25 FTE) for the Office of the State Chief Information Officer Enterprise Information Services to support information technology (IT) system modifications needed to comply with the 2025 Budget Reconciliation Act (U.S. Public Law 119-21, also referred to as House Resolution 1) related to SNAP and Medicaid program changes.
- **Capital construction:** Increase of \$29.8 million Other Funds capital construction expenditure limitation for the following projects: Portfolio Repositioning, Portland State Office Building Restack, and Parking Lot Improvements and EV Charging Stations.
- **Allocations to local communities – lottery revenue bonds:** Increase of \$33.6 million Other Funds to facilitate the pass-through of lottery proceeds to 10 local government and nonprofit entities for affordable housing and community infrastructure revitalization projects. Recipients include Williams & Russell CDC, Clackamas County, City of Salem, City of McMinnville, Regional Rural Revitalization, Evergreen Community Partners, Native American Youth and Family Center, Consejo Hispano, and Central Oregon Coast Fire and Rescue District.
- **Allocations to local communities – General Fund:** Increase of \$4.1 million General Fund to distribute to local government and nonprofit entities to support cultural and community projects. These projects include the City of Eugene for replacement and relocation of an airport gate, the Children’s Advocacy Center (ABC House) serving Benton and Linn Counties, and the Blue Mountain Translator District for electrical distribution line reconstruction.
- **Universal representation:** Increase of \$5.6 million General Fund to distribute to Oregon Worker Relief for providing a statewide integrated universal navigation system and legal representation services for immigration matters through the Universal Representation Fund.
- **Horse racing events at county fairgrounds:** \$5 million General Fund for distribution of \$1 million each to Crook County, Harney County, Josephine County, Tillamook County, and Union County to support horse racing events at county fairgrounds, including maintaining horse racing tracks and building or maintaining infrastructure that enhances or protects the safety or well-being of racehorses.
- **Moda Center:** Increase of \$1.5 million General Fund and establishment of one position to negotiate the terms of the Moda Center Joint Authority pursuant to SB 1501 (2026); increase of \$1.4 million in Other Funds expenditure limitation for the cost of issuance associated with Moda Center financing; and authorization of \$365 million Other Funds capital construction expenditure limitation for Moda Center capital improvements, sourced through debt issuance.

Advocacy Commissions Office

- **Reductions:** One-time decrease of \$177,062 General Fund to balance the state budget, achieved through vacancy savings.

Oregon Liquor and Cannabis Commission

- **Reductions:** One-time decrease of \$266,000 Other Funds to balance the state budget, achieved by delaying the agency's headquarters move to the Portland State Office Building which will generate savings in lease costs estimated at \$50,280 General Fund based on the liquor revenue distribution formula in ORS 471.810.
- **Expenditure authority carryforward:** Increase of \$4.8 million Other Funds for the warehouse management IT project known as the Distilled Spirits Supply Chain.

Public Employees Retirement System

- **Core Retirement System Modernization Program:** Increase of \$2.9 million Other Funds and establishment of five permanent full-time positions (2.50 FTE) for the program office and contracts for consultants, data cleaning and migration, and independent quality management services.

Department of Revenue

- **Reductions:** Decrease of \$1.7 million total funds, including \$1.2 million General Fund and \$527,120 Other Funds, to balance the state budget. These savings are achieved through reductions to services and supplies and personal services savings.
- **Electronic Valuation Information System (ELVIS):** One-time decrease of \$2 million in Other Funds expenditure limitation related to the ELVIS project to account for a duplicative \$2 million increase erroneously included in SB 5536 (2025) for the 2023-25 bond sale that was deferred to the 2025-27 biennium.
- **ELVIS positions:** Establishment of four permanent full-time positions (1.00 FTE) to support the ELVIS project and for ongoing maintenance costs, funded through one-time agency savings.
- **Implementation of SB 1507 (2026):** Increase of \$58,534 General Fund and \$1,473 Other Funds and establishment of one permanent full-time position (0.25 FTE) for provisions related to disconnecting from the federal IRC and providing customer support for the Jobs Tax Credit Program.

Secretary of State

- **Oregon Centralized Voter Registration System:** Increase of \$2 million General Fund to update and stabilize the Oregon Centralized Voter Registration System.
- **Microsoft 365 productivity platform:** Increase of \$1.2 million Other Funds and establishment of two permanent full-time information systems specialist 6 positions (1.16 FTE) and one

permanent full-time information systems specialist 7 position (0.58 FTE) to migrate the Secretary of State to an independent Microsoft 365 productivity platform.

- **Campaign finance reform:** Increase of \$1.6 million General Fund and establishment of five positions (3.04 FTE) in HB 4018 (2026), which makes changes to the campaign finance regulations adopted in HB 4024 (2024), including changing the operative dates for the disclosure reporting, establishing a campaign finance dashboard, and revising disclosure reporting requirements.

State Library

- **Staffing:** Increase of \$141,580 General Fund to cover personal services expenses in the Operations, Library Support and Development, and Talking Book and Braille Library Divisions to align funding to actual position costs. Also approved is a one-time increase of \$95,000 Other Funds expenditure limitation and the establishment of one limited-duration position (0.63 FTE) to provide additional customer service support to allow the Talking Book and Braille Library Division to update current workflows and processes in response to a new version of equipment for users released by the Library of Congress National Library Service for the Blind.

CONSUMER AND BUSINESS SERVICES

The Consumer and Business Services Program Area encompasses occupational- and health-related licensing boards, BOLI, the Department of Consumer and Business Services, the Public Utility Commission, and other agencies whose mission is to protect workers and consumers.

Consumer and Business Services								
State Agencies	2025-27 Legislatively Adopted Budget		2025-27 Legislatively Approved Budget*		Budget Increase/Decrease			
	GF/LF	Total Funds	GF/LF	Total Funds	GF/LF	% Chg	Total Funds	% Chg
Board of Accountancy	-	4,448,690	-	4,541,415	-	0.0%	92,725	2.1%
Board of Chiropractic Examiners	-	2,519,633	-	2,570,017	-	0.0%	50,384	2.0%
Board of Dentistry	-	4,725,139	-	4,838,872	-	0.0%	113,733	2.4%
Board of Licensed Social Workers	-	3,149,985	-	3,255,902	-	0.0%	105,917	3.4%
Board of Medical Imaging	-	1,847,695	-	1,891,497	-	0.0%	43,802	2.4%
Board of Naturopathic Medicine	-	1,183,835	-	1,213,199	-	0.0%	29,364	2.5%
Board of Nursing	-	30,971,892	-	31,792,918	-	0.0%	821,026	2.7%
Board of Pharmacy	-	14,387,474	-	14,719,811	-	0.0%	332,337	2.3%
Board of Speech-Language Pathology and Audiology	-	1,349,603	-	1,376,976	-	0.0%	27,373	2.0%
Board of Tax Practitioners	-	1,362,887	-	1,482,711	-	0.0%	119,824	8.8%
Bureau of Labor and Industries	38,135,215	81,627,488	39,437,733	84,419,845	1,302,518	3.4%	2,792,357	3.4%
Construction Contractors Board	-	23,432,028	-	24,142,872	-	0.0%	710,844	3.0%
Dept. of Consumer and Business Services	4,548,958	835,087,205	4,582,280	859,171,813	33,322	0.7%	24,084,608	2.9%
Mental Health Regulatory Agency	-	7,351,536	-	7,549,079	-	0.0%	197,543	2.7%
Mortuary and Cemetery Board	-	3,562,677	-	3,656,732	-	0.0%	94,055	2.6%
Occupational Therapy Licensing Board	-	801,490	-	818,164	-	0.0%	16,674	2.1%
Oregon Medical Board	-	20,967,892	-	21,492,198	-	0.0%	524,306	2.5%
Public Utility Commission	-	135,122,791	-	137,228,534	-	0.0%	2,105,743	1.6%
Real Estate Agency	-	15,926,038	-	16,283,982	-	0.0%	357,944	2.2%
Veterinary Medical Examining Board	-	1,948,744	-	2,007,202	-	0.0%	58,458	3.0%
PROGRAM AREA TOTAL	\$42,684,173	\$1,191,774,722	\$44,020,013	\$1,224,453,739	\$1,335,840	3.1%	\$32,679,017	2.7%
Percent of State Budget	0.1%	0.9%	0.1%	0.9%				

* Includes administrative and legislative actions through the 2026 legislative session.

The 2025-27 LAB for the Consumer and Business Services Program Area totals \$1.2 billion, which is an increase of \$32.7 million, or 2.7%, from the 2025-27 legislatively adopted budget. The 2025-27 General Fund and Lottery Funds budget for the program area totals \$44 million, which is an increase of \$1.3 million, or 3.1%, from the 2025-27 legislatively adopted budget. Adjustments to budgets from statewide compensation changes are not discussed in detail but are included in the previous table. To balance the statewide budget, reductions totaling \$31,569 General Fund were approved across the program area. Significant budget adjustments and investments in the Consumer and Business Services Program Area agencies are summarized in the following subsections.

Department of Consumer and Business Services

- **Oregon Occupational Safety and Health Division (Oregon OSHA) penalty structure:** Increase of \$2.6 million Other Funds and establishment of four permanent full-time positions (2.37 FTE) for penalty structure changes related to SB 592 (2023).
- **Oregon OSHA trainings:** Increase of \$200,000 in Federal Funds expenditure limitation to provide additional in-person trainings for employers and employees in high-hazard industries or industries with high fatality rates and for workers who face barriers to training access.
- **Oregon Reinsurance Program (ORP):** Decrease of \$57.3 million in Other Funds expenditure limitation and an increase of \$64.2 million in Federal Funds expenditure limitation for ORP expenditures, which will allow the agency to maximize funds received from the Centers for Medicare and Medicaid Services for reinsurance payments made to insurers.
- **Workers' Compensation Board:** Increase of \$851,988 in Other Funds expenditure limitation for reclassification of the board chair and revising the salary structure for the administrative law judges (ALJs), including the presiding ALJ.
- **Compensation adjustments:** Increase of \$214,515 in Other Funds expenditure limitation for classification and compensation adjustments approved by the DAS Chief Human Resources Office.
- **Reductions:** Decrease of \$31,569 General Fund to balance the statewide budget. These savings are achieved through reductions to services and supplies.

Board of Tax Practitioners

- **Legal costs:** One-time increase of \$100,000 in Other Funds expenditure limitation for additional legal fees related to multiple lawsuits brought against the board.

ECONOMIC AND COMMUNITY DEVELOPMENT

The Economic and Community Development Program Area includes ODVA, the Employment Department, the Housing and Community Services Department, and the Oregon Business Development Department. Agencies in this division support the economic well-being of Oregonians and their communities through investments that support community infrastructure; affordable housing; income supports through paid leave, unemployment insurance, and rental and utility assistance; and business development.

Economic and Community Development								
State Agencies	2025-27 Legislatively Adopted Budget		2025-27 Legislatively Approved Budget*		Budget Increase/Decrease			
	GF/LF	Total Funds	GF/LF	Total Funds	GF/LF	% Chg	Total Funds	% Chg
Dept. of Veterans' Affairs	33,863,845	459,853,344	34,747,506	468,764,329	883,661	2.6%	8,910,985	1.9%
Employment Dept.	-	4,590,344,020	-	4,616,533,821	-	-	26,189,801	0.6%
Housing and Community Services Dept.	845,235,092	3,470,475,709	777,708,941	3,725,109,409	(67,526,151)	-8.0%	254,633,700	7.3%
Oregon Business Development Dept.	426,325,164	2,260,826,753	421,731,876	2,346,316,820	(4,593,288)	-1.1%	85,490,067	3.8%
PROGRAM AREA TOTAL	\$1,305,424,101	\$10,781,499,826	\$1,234,188,323	\$11,156,724,379	(\$71,235,778)	-5.5%	\$375,224,553	3.5%
Percent of State Budget	3.3%	7.8%	3.1%	7.9%				

* Includes administrative and legislative actions through the 2026 legislative session.

The 2025-27 LAB for the Economic and Community Development Program Area totals \$11.2 billion, which is an increase of \$375.2 million, or 3.5%, from the 2025-27 legislatively adopted budget. The 2025-27 General Fund and Lottery Funds budget for the program area totals \$1.2 billion, which is a decrease of \$71.2 million, or 5.5%, from the 2025-27 legislatively adopted budget. The decrease is attributable to General Fund debt service adjustments, which were marginally offset by other adjustments noted in the following subsections. Adjustments to budgets from statewide compensation changes are not discussed in detail but are included in the previous table. To balance the statewide budget, reductions totaling \$2.9 million General Fund and \$160,213 Lottery Funds were approved across the program area. Significant budget adjustments and investments in the Economic and Community Development Program Area agencies are summarized in the following subsections.

Oregon Business Development Department

- **Reductions:** Decrease of \$137,213 Lottery Funds and \$5,211 Other Funds to balance the state budget, achieved through vacancy and services and supplies savings.
- **Housing Infrastructure Fund:** Increase of \$10 million Other Funds for grant awards to support infrastructure for housing projects pursuant to HB 3031 (2025).
- **Carryforward adjustments:** Decrease of \$20 million General Fund and \$2.4 million Lottery Funds to reflect updated estimates of funding necessary for projects approved in previous biennia.
- **Brownfields properties:** Decrease of \$5 million Other Funds Nonlimited attributable to shifting funding from the Brownfields Properties Redevelopment Fund to the Oregon Brownfields

Properties Revitalization Fund, with a corresponding \$5 million increase in Other Funds for forgivable loans for brownfields properties revitalization.

- **Oregon Cultural Trust:** Increase of \$5.4 million Other Funds for grants and administrative expenditures to maximize program spending authority.
- **State Small Business Credit Initiative:** Increase of \$3.3 million Federal Funds for reinvestment of interest and program income into additional program awards.
- **Industrial Site Loan Fund:** Increase of \$5 million General Fund and \$15 million Other Funds for 2025-27 capitalization and expenditures of the Industrial Site Loan Fund, \$10 million of which is achieved through lottery bond proceeds.
- **Regional Infrastructure Fund:** Increase of \$10 million General Fund and corresponding Other Funds for grants to local and Tribal governments with populations under 25,000 for rural infrastructure projects, including planning, research, and design costs.
- **Community infrastructure projects:** Increase of \$800,000 General Fund and \$38.4 million Other Funds for infrastructure projects to specified municipalities. Of the Other Funds amount, \$689,078 is due to cost of issuance for lottery bonds that support projects.
- **Job creation tax credit:** Increase of \$1.3 million Lottery Funds and 16 permanent positions (3.50 FTE) for administration of a job creation tax credit included in SB 1507 (2026). The tax credit was modified in HB 4084 (2026), which reduced the necessary resources to implement the tax credit by \$504,436 and 1.50 FTE and will require an adjustment during the 2027 legislative session.
- **Microenterprise tariff adjustment grants:** Increase of \$1.2 million Lottery Funds and one limited-duration position (0.50 FTE). Of this, \$950,000 is for grants to small businesses impacted by cost increases pursuant to HB 4061 (2026), and \$235,846 is for program administration.
- **Industrial symbiosis projects:** Increase of \$1.2 million General Fund for industrial symbiosis development, pursuant to HB 4086 (2026). Of this, \$900,000 is for grants to four designated communities for technical assistance, and \$250,000 is for a professional services contract to develop an Industrial Symbiosis Roadmap.

Employment Department

- **Paid Leave Oregon enhancements:** Increase of \$3 million Other Funds and 11 positions (6.42 FTE) for programming and process enhancements to streamline system security, paperwork submission, and applicant communications.
- **Interagency transfer:** Transfer of \$921,589 Other Funds, \$1.7 million Federal Funds, and 13 permanent positions (8.67 FTE), from the Unemployment Insurance Division to the Shared Services Division to distribute services to multiple divisions. This adjustment has no net budgetary impact.

Housing and Community Services Department

- **Reductions:** Decrease of \$2.8 million General Fund, \$239,532 Other Funds, and \$57,088 Federal Funds to balance the state budget, achieved through vacancy savings, abolishment of two positions (1.50 FTE), and reduction of prior biennium carryforward balance for the community-based Agriculture Worker Housing Grant Program.
- **Expenditure authority carryforward:** Increase of \$39.7 million Other Funds and \$105.6 million Federal Funds for commitments for housing-related projects and wildfire recovery.
- **Mixed-Income Development Loan Fund:** Transfer of \$20 million Other Funds from the Housing Project Revolving Loan Fund to the newly established Mixed-Income Development Loan Fund, for short-term, below-market housing development loans, pursuant to SB 1567 (2026). Program support costs include one-time General Fund of \$150,000 for legal review and program rules and \$145,175 Other Funds for one permanent full-time program analyst 3 position (0.50 FTE).
- **Affordable housing production and preservation:** Increase of \$100 million in Other Funds capital construction expenditure limitation for Article XI-Q general obligation bond proceeds to support the production and preservation of affordable housing. Of this amount, \$75 million is for multifamily affordable rental housing development, and \$25 million is for preservation of affordable housing, including manufactured home parks.
- **Debt service adjustments:** Establishment of \$72.3 million Other Funds debt service to enable repayment of bonds through interest earnings.

Department of Veterans' Affairs

- **Reductions:** Decrease of \$27,000 General Fund and \$23,000 Lottery Funds to balance the state budget from already realized vacancy savings.
- **Lebanon Veterans' Home heating, ventilation, and air conditioning (HVAC) system:** Increase of \$7.1 million in Other Funds capital construction six-year expenditure limitation to replace the HVAC system at the Lebanon Veterans' Home using veteran home reserves.
- **Veterans' Suicide Prevention grant:** Increase of \$353,115 in Lottery Funds expenditure limitation and one permanent full-time program analyst 3 position (0.50 FTE) to establish a Veterans Suicide Prevention Grant Program. Of this amount, \$200,000 is one-time for distribution as grants.
- **Federal grant award:** Increase of \$134,000 in Federal Funds expenditure limitation for a grant awarded from the U.S. Department of Veterans' Affairs to support retention of nursing staff at The Dalles Veterans' Home facility.

EDUCATION

The Education Program Area includes four state agencies that administer, fund, and regulate early childhood care and education programs; the kindergarten through 12th grade (K-12) education system; and Oregon's community college, workforce development, and public universities. State-funded post-secondary education resources are channeled through the Higher Education Coordinating Commission (HECC) budget. The HECC budget includes five main funding units: 1) HECC agency operations and programs; 2) state support for Oregon's seven public universities; 3) state support for Oregon's 17 community colleges, including the Oregon Promise Grant program, which provides grants to recent high school and graduate equivalency degree/general education diploma (GED) test graduates to attend community college; 4) state support for OHSU; and 5) the Oregon Opportunity Grant program, which is the state's primary student financial aid program.

Education								
State Agencies	2025-27 Legislatively Adopted Budget		2025-27 Legislatively Approved Budget*		Budget Increase/Decrease			
	GF/LF	Total Funds	GF/LF	Total Funds	GF/LF	% Chg	Total Funds	% Chg
Dept. of Early Learning and Care	740,922,513	1,449,541,872	708,294,465	1,520,516,325	(32,628,048)	-4.4%	70,974,453	4.9%
Dept. of Education	898,033,044	5,660,457,556	898,352,269	5,670,327,550	319,225	0.0%	9,869,994	0.2%
Higher Education Coordinating Comm.	135,966,575	471,293,739	140,469,806	476,996,252	4,503,231	3.3%	5,702,513	1.2%
Oregon Opportunity Grant Program	325,671,200	329,371,200	325,671,200	329,371,200	-	0.0%	-	0.0%
State School Fund	10,475,489,200	11,359,442,690	10,482,672,330	11,359,442,690	7,183,130	0.1%	-	0.0%
State Support for Community Colleges	963,010,296	994,821,819	963,360,615	995,157,138	350,319	0.0%	335,319	0.0%
State Support for OHSU	170,648,688	173,965,856	170,648,688	173,965,856	-	0.0%	-	0.0%
State Support for Public Universities	1,747,965,112	2,416,714,617	1,744,504,442	2,473,777,647	(3,460,670)	-0.2%	57,063,030	2.4%
Teacher Standards and Practices Comm.	769,493	19,090,799	792,385	18,381,416	22,892	3.0%	(709,383)	-3.7%
PROGRAM AREA TOTAL	\$15,458,476,121	\$22,874,700,148	\$15,434,766,200	\$23,017,936,074	(\$23,709,921)	-0.2%	\$143,235,926	0.6%
Percent of State Budget	39.5%	16.5%	39.3%	16.3%				

* Includes administrative and legislative actions through the 2026 legislative session.

The 2025-27 LAB for the program area totals \$23 billion, which is an increase of \$143.2 million, or 0.6%, from the 2025-27 legislatively adopted budget. The 2025-27 General Fund and Lottery Funds budget for the program area totals \$15.4 billion, which is a decrease of \$23.7 million, or 0.2%, from the 2025-27 legislatively adopted budget.

Adjustments to budgets from statewide compensation changes are not discussed in detail but are included in the previous table. To balance the statewide budget, reductions totaling \$4 million were approved across the program area. Significant budget adjustments and investments in the Education Program Area agencies are summarized in the following subsections.

Department of Early Learning and Care

- **Employment-related day care:** One-time increase of \$67.2 million in Federal Funds expenditure limitation to allow the agency to utilize discretionary federal funding to close an anticipated budget shortfall due to increasing caseloads. To restore program caseloads to a sustainable budget level, SB 1535 (2026) modified statutory language to allow the agency to manage caseload growth by turning on and off the waitlist bypass for priority caseload types.
- **Oregon Prenatal to Kindergarten:** One-time decrease of \$34.2 million General Fund offset by an increase of \$34.2 million in Other Funds expenditure limitation from the Early Learning Account. The expenditure limitation increase will allow the agency to utilize the available beginning balance in the program due to underspending in the prior biennium.

Department of Education

- **State School Fund:** To rebalance revenues in the SSF per the March 2026 economic and revenue forecast, \$7.2 million from the FSS and \$22.3 million Lottery Funds were reduced and \$29.5 million General Fund was added in a net-zero budget adjustment.
- **Student investment:** One-time increase of \$2.1 million Other Funds from the Student Investment Account to distribute the available ending fund balance. The total amount budgeted for Student Investment Account grants represents 50% of the available FSS revenue, as required by the Student Success Act.
- **Healthy schools:** One-time increase of \$2 million Other Funds for the Healthy School Facilities Fund to expend a beginning balance on grants for costs associated with testing for elevated levels of polychlorinated biphenyl (PCB) exposure.
- **Youth development:** One-time increase of \$1.9 million General Fund to enhance gang prevention and intervention efforts through the East Multnomah Outreach, Prevention, and Intervention Program.

Higher Education Coordinating Commission

- **Southern Oregon University:** One-time increase of \$500,000 General Fund for HECC to support SOU in developing a long-term financial sustainability plan by April 30, 2026. Session actions also include an SPA to the Emergency Board in the amount of \$15 million General Fund to be allocated to HECC to address a projected operational funding shortfall for SOU during the 2026-27 fiscal year.
- **Oregon's post-secondary system:** One-time increase of \$2.5 million General Fund for HECC to work with external consultants to develop data-informed proposals for systemic action to increase the resilience and sustainability of Oregon's post-secondary system. This work is anticipated to build on the findings and recommendations of the Spending and Efficiency in Oregon Public Universities Report HECC submitted to the Joint Committee on Ways and Means Education Subcommittee on January 10, 2026, as well as the work directed by HB 4124 (2025).

- **Capital construction:** Increase of \$60.1 million in capital construction Other Funds expenditure limitation for the following public university capital projects: Western Oregon University Heritage Hall Student Housing Roof Replacement, Oregon State University Cascades Student Health and Recreation Center, and Portland State University Student Housing.

HUMAN SERVICES

The Human Services Program Area includes five state agencies that work with local governments and communities, private for-profit and nonprofit organizations, and individuals to provide cash and employment assistance, nutrition assistance, medical coverage, long-term care, and other support to low-income individuals and people with disabilities. They also intervene in cases of child abuse and neglect, offer treatment and recovery services to persons with behavioral health issues, oversee the state's public health system, supervise placements for those with mental illness who have been found guilty of committing a crime, and advocate for residents of long-term care facilities.

Human Services								
State Agencies	2025-27 Legislatively Adopted Budget		2025-27 Legislatively Approved Budget*		Budget Increase/Decrease			
	GF/LF	Total Funds	GF/LF	Total Funds	GF/LF	% Chg	Total Funds	% Chg
Commission for the Blind	9,522,624	32,831,282	9,795,831	33,699,693	273,207	2.9%	868,411	2.6%
Dept. of Human Services	7,456,846,684	23,005,276,846	7,782,052,458	23,748,193,625	325,205,774	4.4%	742,916,779	3.2%
Long-Term Care Ombudsman	16,316,659	17,662,612	16,852,756	18,235,606	536,097	3.3%	572,994	3.2%
Oregon Health Authority	6,336,705,398	41,878,802,580	6,401,138,867	41,446,286,482	64,433,469	1.0%	(432,516,098)	-1.0%
Psychiatric Security Review Board	5,434,554	5,434,554	5,607,044	5,607,044	172,490	3.2%	172,490	3.2%
PROGRAM AREA TOTAL	\$13,824,825,919	\$64,940,007,874	\$14,215,446,956	\$65,252,022,450	\$390,621,037	2.8%	\$312,014,576	0.5%
Percent of State Budget	35.3%	46.8%	36.2%	46.3%				

* Includes administrative and legislative actions through the 2026 legislative session.

The 2025-27 LAB for the Human Services Program Area totals \$65.3 billion, which is an increase of \$312 million, or 0.5%, from the 2025-27 legislatively adopted budget. The 2025-27 General Fund and Lottery Funds budget for the program area totals \$14.2 billion, which is an increase of \$390 million, or 2.8%, from the 2025-27 legislatively adopted budget. The net increase is primarily driven by federal policy changes related to Medicaid and SNAP. Adjustments to budgets from statewide compensation changes are not discussed in detail but are included in the previous table. To balance the statewide budget, reductions totaling \$110.5 million were approved across the program area. Significant budget adjustments and investments in the Human Services Program Area agencies are summarized in the following subsections.

Oregon Health Authority

- Budget reductions:** Reductions totaling \$28.4 million were made to balance the state budget, including \$17.5 million General Fund, \$205,849 Lottery Funds, \$3.6 million Other Funds, and \$7.2 million Federal Funds. Reductions included increased vacancy savings, miscellaneous services and supplies reductions, fund shifts, and programmatic savings.
- Non-state employee compensation:** To facilitate changes in compensation of non-state employees due to collective bargaining agreements, the approved budget included a decrease of \$289,071 in the special purpose General Fund appropriation to the Emergency Board made for the purpose of employee compensation changes with a corresponding increase of \$289,071 in the General Fund appropriation for OHA. An additional increase of \$395,933 in Federal Funds

expenditure limitation is included for the portion of compensation increases covered by federal funding.

- **Fall 2025 budget rebalance:** The approved budget applied reductions totaling \$645.2 million, including \$140.6 million General Fund, \$19 million Other Funds, and \$485.6 million Federal Funds, to rebalance the expenditure authority for OHA for the remainder of the 2025-27 biennium. Significant budget adjustments included the following:
 - **Revenue changes:** Decrease of \$19.3 million General Fund and \$191.1 million total funds
 - **Caseload cost changes:** Decrease of \$100.9 million General Fund and \$343 million total funds
 - **Programmatic cost changes:** Reductions of \$20.5 million General Fund and \$119.3 million total funds
 - **Technical adjustments:** Increase of \$74,538 General Fund and \$8.2 million total funds
- **U.S. Public Law 119-21 (HR 1 [2025]) implementation:** The Legislature approved adjustments reducing the budget for OHA by a total of \$196.6 million, including an increase of \$161.8 million General Fund and decreases of \$154.5 million Other Funds and \$204 million Federal Funds, and authorized the establishment of 18 positions (10.35 FTE) to address the impacts and activities related to the implementation of U.S. Public Law 119-21 (HR 1 [2025]). Budgeted adjustments were approved across multiple divisions addressing categorical issues that include revenue changes, caseload costs, administrative costs, technology system updates for community engagement requirements and eligibility redeterminations, and prohibited entity funding.
- **Rural Health Care Transformation Program:** The Legislature approved the establishment of \$345.2 million Federal Funds expenditure limitation and the authorization to establish 35 positions (22.05 FTE) in the Health Policy and Analytics Division for the federally funded Rural Health Care Transformation Program.
- **Statewide adjustments:** Budgetary adjustments were made to account for compensation plan changes, pension obligation bond costs, and statewide shared services costs totaling \$84.2 million. This includes \$53.4 million General Fund, \$72,783 Lottery Funds, \$16.7 million Other Funds, and \$14.1 million Federal Funds.

Department of Human Services

- **Non-state employee compensation:** The Legislature approved a \$74.7 million General Fund appropriation (\$206.7 million total funds) for DHS to support the cost of collective bargaining agreements for non-state workers. This covers the workforce of more than 26,000 personal support workers and home care workers who serve an estimated 32,000 Oregonians monthly. There is a corresponding decrease of \$74.7 million General Fund to an SPA established by HB 5006 (2025) to cover the cost of non-state employee compensation changes.
- **Fall 2025 budget rebalance:** The Legislature approved a \$91.1 million increase in General Fund and a \$339.8 million increase in total funds, along with authorization for 10 new positions (9.08 FTE) for DHS as part of the fall 2025 budget rebalance. These adjustments address several

factors affecting the DHS budget, including caseload changes, cost-per-case updates, revisions to the Federal Medical Assistance Percentage (FMAP), and other program changes that have occurred since the 2025 legislative session.

- **U.S. Public Law 119-21 (HR 1 [2025]) implementation:** The Legislature approved \$111 million General Fund (\$127.2 million total funds) and 392 positions (177.88 FTE) for DHS to begin implementing U.S. Public Law 119-21 (HR 1 [2025]). The federal legislation makes significant changes to SNAP and Medicaid, including work requirements for certain beneficiaries, more frequent eligibility redeterminations, and increased state cost-sharing.
- **Budget reductions:** To balance the state budget, the Legislature approved \$82 million in total reductions to the DHS budget, including \$34.5 million General Fund. Savings were achieved through increased vacancy savings, reductions to services and supplies, fund shifts, and programmatic adjustments.
- **Other adjustments:** The Legislature approved \$2 million General Fund to make one-time grants to refugee resettlement agencies and culturally specific community-based organizations to provide financial assistance, case management, outreach, and navigation to lawfully present immigrants and refugees who have been affected by changes to SNAP and Medicaid eligibility. In addition, to backfill for lower than anticipated criminal fines revenue, the Legislature approved a one-time General Fund increase of \$3.5 million for distribution to the Domestic Violence Fund and Sexual Assault Victims Fund.

JUDICIAL BRANCH

The Judicial Branch Program Area includes civil and criminal state courts and the processing of complaints of judicial misconduct or disability. Duties also include functions such as payment to jurors, court interpreters, pretrial release, specialty courts, third-party collections, court security, and business continuity, among others. The program area supports county government and the Oregon State Bar Association in the form of pass-through funding (which includes funding for civil legal aid, county law libraries, county mediation and conciliation programs, local court security, and capital improvements) and state matching funds for the county circuit courthouses, among others. The Judicial Department generates revenue for the state General Fund (e.g., state civil court fees) and the CFA. The program area comprises the Commission on Judicial Fitness and Disability and the Judicial Department.

Judicial Branch								
State Agencies	2025-27 Legislatively Adopted Budget		2025-27 Legislatively Approved Budget*		Budget Increase/Decrease			
	GF/LF	Total Funds	GF/LF	Total Funds	GF/LF	% Chg	Total Funds	% Chg
Commission on Judicial Fitness and Disability	647,635	647,635	698,976	698,976	51,341	7.9%	51,341	7.9%
Judicial Department	894,805,060	1,068,120,283	941,354,377	1,109,728,045	46,549,317	5.2%	41,607,762	3.9%
PROGRAM AREA TOTAL	\$895,452,695	\$1,068,767,918	\$942,053,353	\$1,110,427,021	\$46,600,658	5.2%	\$41,659,103	3.9%
Percent of State Budget	2.3%	0.8%	2.4%	0.8%				

* Includes administrative and legislative actions through the 2026 legislative session.

The 2025-27 LAB for the Judicial Branch Program Area totals \$1.1 billion, which is an increase of \$41.7 million, or 3.9%, from the 2025-27 legislatively adopted budget. The 2025-27 General Fund and Lottery Funds budget for the program area totals \$942.1 million, which is an increase of \$46.6 million, or 5.2%, from the 2025-27 legislatively adopted budget. The Judicial Branch Program Area is 2.4% percent of the statewide legislatively approved General Fund and Lottery Funds budgets, which is an increase of 0.1% from the legislatively adopted budget. The program area’s percentage of the statewide total funds budget is 0.8%, which remains unchanged from the legislatively adopted budget.

Major budget increases include a fund shift from CFA revenues to General Fund and additional funding for immigration legal services. Investments to process set-asides in eviction and criminal cases and 2020 fire season litigation costs were self-funded by the Oregon Judicial Department. Adjustments to budgets from statewide compensation changes are not discussed in detail but are included in the previous table. To balance the statewide budget, reductions totaling \$3 million approved across the Judicial Branch Program Area are summarized in the following subsections. Other material budgetary adjustments are also summarized.

Commission on Judicial Fitness and Disability

- **General Fund carryforward:** Increase of \$29,249 General Fund from unexpended funds from the 2023-25 biennium.
- **Reductions:** Decrease of \$10,912 General Fund in excess of the funding needed to support the commission’s administrative function.

Judicial Department

- **CFA:** Increase of \$6.9 million General Fund with a corresponding reduction of Other Funds for a shift of a CFA allocation to General Fund for the State Court Facilities Security Account (\$5.1 million for state court security and emergency preparedness and \$1.9 million for county court facilities security) due to a revenue shortfall. These programs are now entirely General Funded.
- **Set-aside and 2020 fire season litigation:** Net-zero rebalance of 2023-25 General Fund carryforward (\$4 million) coupled with austerity savings (\$811,021) for the self-funding of \$2.5 million and 16 permanent full-time positions (9.25 FTE) for processing set-asides related to evictions and criminal cases and \$2.3 million and 12 permanent full-time positions (6.00 FTE) for 2020 fire season litigation activities.
- **Immigration legal services:** One-time increase of \$2.4 million General Fund for distribution to the Oregon State Bar for immigration legal services.
- **Reductions:** Decrease of \$3 million General Fund for third-party debt collection to balance the state budget. This reduction aligns budget authority with projected program expenditures.

LEGISLATIVE BRANCH

The Legislative Branch Program Area includes members of the Legislative Assembly and their employees, six statutory committees or offices that support legislative operations or specialized analysis, and the Commission on Indian Services.

Legislative Branch								
State Agencies	2025-27 Legislatively Adopted Budget		2025-27 Legislatively Approved Budget*		Budget Increase/Decrease			
	GF/LF	Total Funds	GF/LF	Total Funds	GF/LF	% Chg	Total Funds	% Chg
Commission on Indian Services	1,418,518	1,426,122	1,508,638	1,516,242	90,120	6.4%	90,120	6.3%
Legislative Administration	113,153,287	119,615,243	120,748,094	128,716,249	7,594,807	6.7%	9,101,006	7.6%
Legislative Assembly	82,230,481	82,538,222	85,838,440	86,146,181	3,607,959	4.4%	3,607,959	4.4%
Legislative Counsel	22,454,653	25,865,208	24,440,232	27,973,094	1,985,579	8.8%	2,107,886	8.1%
Legislative Fiscal Office	10,424,555	16,208,056	11,063,514	17,057,500	638,959	6.1%	849,444	5.2%
Legislative Policy and Research Office	24,058,157	24,058,157	25,615,320	25,615,320	1,557,163	6.5%	1,557,163	6.5%
Legislative Revenue Office	4,741,325	4,741,325	5,044,568	5,044,568	303,243	6.4%	303,243	6.4%
PROGRAM AREA TOTAL	\$258,480,976	\$274,452,333	\$274,258,806	\$292,069,154	\$15,777,830	6.1%	\$17,616,821	6.4%
Percent of State Budget	0.7%	0.2%	0.7%	0.2%				

* Includes administrative and legislative actions through the 2026 legislative session.

The 2025-27 LAB for the Legislative Branch Program Area totals \$292.1 million, which is an increase of \$17.6 million, or 6.4%, from the 2025-27 legislatively adopted budget. The 2025-27 General Fund and Lottery Funds budget for the program area totals \$274.3 million, which is an increase of \$15.8 million, or 6.1%, from the 2025-27 legislatively adopted budget. Adjustments approved in the 2026 session include \$20.7 million General Fund, representing unexpended General Fund from the 2023-25 biennium, which according to statute does not revert to the General Fund. Of the total, \$8.4 million of the General Fund carryforward supports the cost of branch investments approved in the 2025 legislative session as part of the legislatively adopted budget.

Adjustments to budgets from statewide compensation changes are not discussed in detail but are included in the previous table. To balance the statewide budget, reductions totaling \$10.3 million were approved across the program area. Significant budget adjustments and investments in the Legislative Branch Program Area agencies are summarized in the following subsections.

Commission on Indian Services

- **Reductions:** Decrease of \$13,710 General Fund to balance the statewide budget, achieved from reducing the carryforward amount from unexpended 2023-25 General Fund appropriations.

Legislative Administration

- **Reductions:** Decrease of \$2.5 million General Fund to balance the statewide budget, achieved from reducing the carryforward amount from unexpended 2023-25 General Fund appropriations.
- **Debt service:** Increase of \$1.5 million Other Funds from interest earnings and excess bond proceeds to offset General Fund debt services costs.

Legislative Assembly

- **Reductions:** Decrease of \$5.2 million General Fund to balance the statewide budget, achieved from reducing the carryforward amount from unexpended 2023-25 General Fund appropriations.

Legislative Counsel

- **Reductions:** Decrease of \$729,974 General Fund to balance the statewide budget, achieved from reducing the carryforward amount from unexpended 2023-25 General Fund appropriations.

Legislative Fiscal Office

- **Reductions:** Decrease of \$344,314 General Fund to balance the statewide budget, achieved from reducing the carryforward amount from unexpended 2023-25 General Fund appropriations.
- **Position adjustment:** Establishment of a permanent part-time front office specialist (0.58 FTE) through a net-zero fund shift between budget categories.

Legislative Policy and Research Office

- **Reductions:** Decrease of \$1.2 million General Fund to balance the statewide budget, achieved from reducing the carryforward amount from unexpended 2023-25 General Fund appropriations.
- **Professional Services:** One-time increase of \$300,000 General Fund, included in HB 3992 (2025 first special session), for a third-party professional services contract to conduct a performance audit of ODOT.

Legislative Revenue Office

- **Reductions:** Decrease of \$237,066 General Fund to balance the statewide budget, achieved from reducing the carryforward amount from unexpended 2023-25 General Fund appropriations.

NATURAL RESOURCES

The Natural Resources Program Area includes 14 executive branch agencies responsible for regulating the use, development, management, and conservation of the state’s natural resources. Collectively, these agencies account for approximately 3% of the state’s total budget, inclusive of 3% of the state’s General Fund and Lottery Funds. The agencies strive to maintain and promote healthy, productive, and sustainable agriculture, energy, water use, fish and wildlife, forestry, mining practices, land use, parks and recreation, and environmental quality for present and future generations.

Natural Resources								
State Agencies	2025-27 Legislatively Adopted Budget		2025-27 Legislatively Approved Budget*		Budget Increase/Decrease			
	GF/LF	Total Funds	GF/LF	Total Funds	GF/LF	% Chg	Total Funds	% Chg
Columbia River Gorge Comm.	1,552,807	1,552,807	1,681,262	1,681,262	128,455	8.3%	128,455	8.3%
Dept. of Agriculture	57,870,085	187,040,978	61,908,162	195,119,588	4,038,077	7.0%	8,078,610	4.3%
Dept. of Energy	15,857,214	226,097,597	14,930,518	232,905,085	(926,696)	-5.8%	6,807,488	3.0%
Dept. of Environmental Quality	94,097,584	971,207,187	98,527,724	985,294,696	4,430,140	4.7%	14,087,509	1.5%
Dept. of Fish and Wildlife	90,075,782	610,797,860	88,664,734	622,317,582	(1,411,048)	-1.6%	11,519,722	1.9%
Dept. of Forestry	186,550,888	720,177,685	272,466,487	906,835,444	85,915,599	46.1%	186,657,759	25.9%
Dept. of Geology and Mineral Industries	10,611,332	36,687,214	11,446,686	38,035,911	835,354	7.9%	1,348,697	3.7%
Dept. of Land Conservation and Development	49,533,762	76,481,190	50,206,460	86,565,153	672,698	1.4%	10,083,963	13.2%
Dept. of State Lands	442,576	117,596,225	246,375	121,809,591	(196,201)	-44.3%	4,213,366	3.6%
Land Use Board of Appeals	3,459,899	3,499,515	3,640,417	3,680,033	180,518	5.2%	180,518	5.2%
Marine Board	-	43,917,633	-	45,531,885	-	0.0%	1,614,252	3.7%
Oregon Watershed Enhancement Board	122,805,026	229,923,450	123,169,671	265,611,638	364,645	0.3%	35,688,188	15.5%
Parks and Recreation Dept.	212,582,691	393,400,180	207,189,538	408,187,695	(5,393,153)	-2.5%	14,787,515	3.8%
Water Resources Dept.	122,573,074	268,036,336	123,776,086	271,805,459	1,203,012	1.0%	3,769,123	1.4%
PROGRAM AREA TOTAL	\$968,012,720	\$3,886,415,857	\$1,057,854,120	\$4,185,381,022	\$89,841,400	9.3%	\$298,965,165	7.7%
Percent of State Budget	2.5%	2.8%	2.7%	3.0%				

* Includes administrative and legislative actions through the 2026 legislative session.

The 2025-27 LAB for the Natural Resources Program Area totals \$4.2 billion, which is an increase of \$299 million, or 7.7%, from the 2025-27 legislatively adopted budget. The 2025-27 General Fund and Lottery Funds budget for the program area totals \$1.1 billion, which is an increase of \$89.8 million, or 9.3%, from the 2025-27 legislatively adopted budget. Factors contributing to this increase include one-time General Fund appropriations of approximately \$69.5 million for the cost of Oregon’s 2025 wildfire season; \$11.6 million for a shortfall in ODF’s centralized administration budget related to HB 3940 (2025); \$1 million for wolf depredation compensation; and \$1.8 million for Japanese beetle eradication efforts.

Adjustments to budgets from statewide compensation changes are not discussed in detail but are included in the previous table. To balance the statewide budget, reductions totaling \$9 million were approved across the program area. Significant budget adjustments and investments in the Natural Resources Program Area are summarized in the following subsections.

Columbia River Gorge Commission

- **Access Database Replacement (ADR) project:** Increase of \$75,000 General Fund for Oregon's share of ongoing maintenance and licensing fees related to the ADR project.
- **Oregon commissioner expenses:** One-time increase of \$45,000 General Fund for Oregon commissioner expenses and increased risk assessment charges.
- **Washington shared services:** Increase of \$8,000 General Fund for Oregon's share of shared state services with Washington.

Department of Agriculture

- **Japanese beetle eradication:** One-time increase of \$1.8 million General Fund to support continued Japanese beetle eradication efforts and \$372,490 in Other Funds expenditure limitation and two permanent positions (1.26 FTE) to establish a Japanese beetle market access program to facilitate interstate commerce compliance.
- **Wolf compensation:** One-time increase of \$1 million General Fund to support increased grant applications to the Wolf Depredation Compensation and Financial Assistance Grant Program driven by expanded wolf pack territory.

Department of Energy

- **Residential heat pumps:** Increase of \$3 million in Other Funds expenditure limitation to expend a remaining program balance and provide additional rebates and grants for the purchase and installation of heat pumps and related upgrades in rental homes through the Residential Heat Pump Program.
- **Solar incentives:** Increase of \$1.8 million in Other Funds expenditure limitation to expend a remaining program balance for the Oregon Solar + Storage Rebate Program.
- **Community heat pumps:** Increase of \$834,361 in Other Funds expenditure limitation to expend a remaining program balance and provide additional rebates and grants for the purchase and installation of heat pumps and related upgrades through the Community Heat Pump Deployment Program.
- **Climate strategy:** One-time increase of \$513,984 in Other Funds expenditure limitation to establish a limited-duration climate advisor (0.38 FTE) in the Office of the Governor to advance Oregon's climate strategy and initiatives. The position is funded by a grant from the U.S. Climate Alliance, a nonprofit coalition of state and territorial governments.
- **Grid resilience:** Decrease of \$1.2 million General Fund in matching funds for the five-year Grid Resilience Formula Grant Program administered by the U.S. Department of Energy, reflecting matching requirements not needed in the current biennium.

Department of Environmental Quality

- **Cyberattack response and recovery:** One-time increase of \$1.1 million General Fund for costs associated with response and recovery activities resulting from a cyberattack in April 2025.
- **Vacancy savings:** Decrease of \$857,445 General Fund for vacancy savings anticipated during the 2025-27 biennium. The Water Quality Division budget is reduced by \$162,000 General Fund, and the Agency Management Division budget is reduced by \$695,445 General Fund.
- **Rowena Fire cleanup:** One-time increase of \$407,871 General Fund for the Land Quality Division, with a corresponding reduction to the SPA made to the Emergency Board in HB 5006 (2025) for natural disaster prevention, preparedness, response, and recovery, to cover costs associated with emergency response and hazardous waste removal activities following the 2025 Rowena Fire.
- **Policy bills:** Increase of \$175,162 in Other Funds expenditure limitation and establishment of two permanent positions (0.67 FTE) to support the provisions of HB 4100 (2026) requiring certification of financial responsibility of bulk fuel terminals and \$142,317 in Other Funds expenditure limitation and establishment of one position (0.50 FTE) to support implementation of HB 4144 (2026), which establishes a battery producer responsibility program.

Department of Fish and Wildlife

- **Klamath Fish Hatchery:** Increase of \$1.5 million in Other Funds expenditure limitation to complete construction of the Klamath Fish Hatchery hatch house, which was destroyed during the 2020 wildfires.
- **Anti-poaching enforcement:** Decrease of \$3.1 million General Fund for anti-poaching enforcement, with a corresponding increase of \$3.1 million General Fund in the Oregon State Police budget. This net-zero technical adjustment moves anti-poaching funding between agencies to allow for more accurate budget tracking of anti-poaching enforcement costs.

Department of Forestry

- **2025 fire season:** Funding for the 2025 fire season was provided on a one-time basis and included an increase of \$57.3 million General Fund to cover the net large fire costs, \$12.2 million General Fund for fire severity (primarily air support) costs, and \$73.6 million in Other Funds expenditure limitation to enable payment processing. Both General Fund appropriations were sourced from SPAs made to the Emergency Board in HB 5006 (2025) for fire protection and natural disaster prevention, preparedness, response, and recovery.
- **Centralized administration costs:** One-time increase of \$11.6 million General Fund to address a shortfall in centralized administration costs due to fire protection assessment changes outlined in HB 3940 (2025).
- **Insurance settlement proceeds:** Increase of \$6 million in Other Funds capital construction expenditure limitation to apply insurance settlement proceeds to the construction of the

Klamath Fire Cache Warehouse replacement project (\$1 million) and the North Cascade Santiam Unit Headquarters facility (\$5 million).

- **Community Wildfire Defense Grant Program:** One-time increase of \$5 million in Federal Funds expenditure limitation and authorization to establish 39 permanent seasonal positions (14.03 FTE) to implement the Community Wildfire Defense Grant Program over the course of three biennia.
- **Federal indirect cost allocation:** Increase totaling \$5.7 million in Federal Funds expenditure limitation, including \$3.2 million on a one-time basis and \$2.5 million on an ongoing basis, to code increased federal indirect charges to the correct grant source.

Department of Geology and Mineral Industries

- **ePermitting:** One-time increase of \$700,000 General Fund for continued development and implementation of a digital permitting system for the Mineral Land Regulation and Reclamation Program.

Department of Land Conservation and Development

- **Reductions:** Decrease of \$540,539 General Fund and \$162,157 in Other Funds expenditure limitation to balance the statewide budget. These savings are achieved through the elimination of a vacant position due to loss of federal funding for the position and reductions to services and supplies.
- **Coastal preservation grants:** Increase of \$4.6 million in Federal Funds expenditure limitation for National Oceanic and Atmospheric Administration grants to support wetland restoration in the Sitka Sedge Natural Area and to acquire an undeveloped coastal property for preservation in partnership with the Confederated Tribes of Siletz Indians.
- **Carryforward grant funding:** Increase of \$4.4 million in Other Funds expenditure limitation to expend existing carryover funding for the Housing Accountability and Production Office and Community Green Infrastructure Grant Programs.

Department of State Lands

- **South Slough National Estuarine Research Reserve:** One-time increase of \$2 million in Federal Funds expenditure limitation funded by a grant from the National Oceanic and Atmospheric Administration to support the acquisition of approximately 193 acres to expand the South Slough National Estuarine Research Reserve.
- **Oregon Ocean Science Trust:** One-time increase of \$300,000 in Other Funds expenditure limitation to support ongoing Oregon Ocean Science Trust research grant awards for ocean-based research projects advancing understanding of coastal resources and blue carbon ecosystems.

Land Use Board of Appeals

- **DAS charges:** Increase of \$33,504 General Fund for DAS Shared Financial Services and shuttle service charges.
- **Contracted employee services:** Increase of \$24,025 General Fund for contracted human resources services with the Construction Contractors Board.

Marine Board

- **Aquatic Invasive Species Prevention and Waterway Access Programs:** Increase of \$1 million in Other Funds expenditure limitation to align expenditure authority with fee revenues authorized under HB 2982 (2025). Fee increases effective January 2026 are estimated to generate additional Other Funds revenue for the biennium, with \$832,182 deposited into the Aquatic Invasive Species Prevention Fund and \$216,000 deposited into the Waterway Access Fund.

Oregon Watershed Enhancement Board

- **Environmental restoration projects:** Increase of \$35 million in Other Funds expenditure limitation for projects approved by the Oregon Environmental Restoration Council. The increase is supported by Monsanto settlement agreement proceeds, as well as interest and investment earnings, held in the Oregon Environmental Restoration Fund established by SB 1561 (2024).

Parks and Recreation Department

- **Property acquisition:** Increase of \$2.1 million in Other Funds capital construction expenditure limitation, supported by Article XI-Q general obligation bonds, for park land acquisition and associated closing costs after the agency successfully completes the standard due diligence process in compliance with applicable administrative rules. An increase of \$274,590 General Fund is provided for the associated debt service obligations in the 2025-27 biennium.
- **Oregon Main Street Revitalization Program:** Increase of \$10 million in Other Funds expenditure limitation for the Oregon Main Street Revitalization Program. The increase is supported by net lottery revenue bond proceeds from a May 2025 sale.
- **Reductions:** Decreases of nearly \$5 million in Lottery Funds and \$451,885 in Other Funds expenditure limitation codify the agency's ongoing efforts to balance expenditures to available and projected revenues for the current biennium. This includes anticipated vacancy savings, a one-time reduction of nearly \$3 million Lottery Funds for park maintenance, and a one-time local grants reduction of \$1.2 million Lottery Funds.

Water Resources Department

- **Support for fee-based services:** One-time increase of \$459,722 in Other Funds expenditure limitation supported by the agency's remaining unspent American Rescue Plan Act State Fiscal Recovery Funds for the continued support of water rights and other fee-based programs.

- **Reductions:** One-time decrease totaling \$295,486 General Fund for services and supplies throughout several divisions. The services and supplies reductions are applied to travel, training, and office expenses.
- **Debt service adjustments:** Shift of \$1.6 million from Lottery Funds for debt service to Other Funds expenditure limitation so that the agency may apply interest earnings to debt service obligations.

PUBLIC SAFETY

The Public Safety Program Area is comprised of state executive branch agencies whose mission is to enforce criminal and civil law; deliver public defense services; and provide for homeland security, emergency management, and fire prevention and response. The program area consists of 12 agencies and includes functions such as crime prevention, law enforcement training, prosecution, criminal conviction defense, victim assistance, incarceration and detention, post-prison supervision, threat assessment, disaster recovery and mitigation, hazardous material incident response, fire prevention, legal services to state agencies and entities, child support enforcement, and youth education, among others. The other key component of Oregon’s public safety system is local government, which includes juvenile crime prevention, law enforcement, victim assistance, prosecution, jails, community-based supervision, and emergency management. Apart from the state budget is the Oregon National Guard, which receives direct funding from the federal government.

Public Safety								
State Agencies	2025-27 Legislatively Adopted Budget		2025-27 Legislatively Approved Budget*		Budget Increase/Decrease			
	GF/LF	Total Funds	GF/LF	Total Funds	GF/LF	% Chg	Total Funds	% Chg
Board of Parole and Post-Prison Supervision	18,122,125	18,135,354	19,043,931	19,057,160	921,806	5.1%	921,806	5.1%
Criminal Justice Commission	157,500,975	328,822,416	157,906,837	329,296,507	405,862	0.3%	474,091	0.1%
Dept. of Corrections	2,589,765,111	2,716,921,760	2,686,528,191	2,819,317,704	96,763,080	3.7%	102,395,944	3.8%
Dept. of Emergency Management	34,222,173	1,329,497,716	35,329,869	1,353,087,757	1,107,696	3.2%	23,590,041	1.8%
Dept. of Justice	210,730,879	1,001,871,525	214,592,630	1,025,513,355	3,861,751	1.8%	23,641,830	2.4%
Dept. of Public Safety Standards and Training	12,018,584	107,876,085	12,018,584	110,668,659	-	0.0%	2,792,574	2.6%
Dept. of State Police	557,623,957	717,242,555	572,376,336	736,435,309	14,752,379	2.6%	19,192,754	2.7%
Dept. of the State Fire Marshal	51,851,757	119,369,837	73,387,627	151,916,651	21,535,870	41.5%	32,546,814	27.3%
District Attorneys	21,055,127	21,055,127	21,489,489	21,489,489	434,362	2.1%	434,362	2.1%
Oregon Military Dept.	50,065,469	313,324,834	50,041,445	319,165,291	(24,024)	0.0%	5,840,457	1.9%
Oregon Youth Authority	476,661,539	561,255,917	476,907,773	563,094,355	246,234	0.1%	1,838,438	0.3%
Public Defense Commission	684,849,999	725,428,257	687,189,208	726,943,296	2,339,209	0.3%	1,515,039	0.2%
PROGRAM AREA TOTAL	\$4,864,467,695	\$7,960,801,383	\$5,006,811,920	\$8,175,985,533	\$142,344,225	2.9%	\$215,184,150	2.7%
Percent of State Budget	12.4%	5.7%	12.7%	5.8%				

* Includes administrative and legislative actions through the 2026 legislative session.

The 2025-27 LAB for the Public Safety Program Area totals \$8.2 billion, which is an increase of \$215.2 million, or 2.7%, from the 2025-27 legislatively adopted budget. The 2025-27 General Fund and Lottery Funds budget for the program area totals \$5 billion, which is an increase of \$142.3 million, or 2.9%, from the 2025-27 legislatively adopted budget. The Public Safety Program Area is 12.7% of the statewide legislatively approved General and Lottery Funds budgets, which is an increase of 0.3% from the legislatively adopted budget. The program area’s percentage of the statewide total funds budget is 5.8%, which is an increase of 0.1% from the legislatively adopted budget.

Key investments include state prison health services, natural disaster reimbursements, the Internet Crimes Against Children Unit, fire season(s) costs, and the unrepresented defendant/persons crisis. Adjustments to budgets from statewide compensation changes are not discussed in detail but are included in the previous table. To balance the statewide budget, approved reductions totaling \$11.2 million General Fund were approved across the program area. Reductions include capturing vacancy savings, shifting funds, and reducing both services and supplies and grants. Significant budget adjustments and investments in the Public Safety Program Area are summarized below.

Board of Parole and Post-Prison Supervision

- **Morrissey hearings:** Increase of \$319,148 General Fund and two permanent full-time positions (1.17 FTE) to address the increase in *Morrissey v. Brewer* (1972) hearings for contested post-prison and parole violation hearings in Marion and Washington Counties.
- **Reduction:** Decrease of \$32,288 General Fund to balance the state budget achieved through reductions to services and supplies.

Criminal Justice Commission

- **Human resources contract:** Increase of \$87,842 General Fund for a contract with DAS for human resources services.
- **Reduction:** Decrease of \$137,667 General Fund to balance the statewide budget achieved through vacancy savings.

Department of Corrections

- **Health services:** Increase of \$39.9 million General Fund and nine permanent full-time positions (9.30 FTE) to support constitutionally mandated health care operations across the state prison system. Funding includes \$21.5 million for medications for opioid use disorder, \$14.4 million for off-site healthcare costs, and \$4 million to stabilize medical and mental health staffing, as recommended by a third-party audit.
- **Reductions:** Decrease of \$3 million General Fund to balance the statewide budget achieved through reductions to services and supplies and the elimination of the Wastewater Testing Pilot Program.

Department of Emergency Management

- **Natural disaster reimbursement:** One-time increase of \$15.8 million Other Funds to disburse funds through the Emergency Management Assistance Compact that reimbursed Oregon for the state's assistance in responding to natural disasters in California, the Carolinas, and Montana.
- **Next Generation 9-1-1:** One-time increase of \$5.3 million Other Funds for the Next Generation 9-1-1 IT project to modernize the statewide 9-1-1 system. The revenue to support the request is from the 9-1-1 Subaccount funded by the Emergency Communications Tax.

- **Federal Funds positions:** Net-zero rebalance and three limited-duration positions (1.50 FTE) from the transfer of Federal Funds between two divisions to support rate analysis, continuity of operations planning coordination, and the agency’s grant management system.
- **Reduction:** Decrease of \$129,981 General Fund to balance the statewide budget achieved through a fund shift of General Fund to Federal Funds.

Department of Justice

- **Internet Crimes Against Children Unit:** Increase of \$1 million General Fund and two permanent full-time positions (1.08 FTE) to support the increased volume of cyber tips. Included is funding for artificial intelligence detection software and a vehicle for mobile evidence collection.
- **CFA:** Increase of \$1.3 million General Fund with a corresponding reduction of Other Funds for a fund shift of a CFA allocation to General Fund for the Criminal Injuries Compensation Account.
- **Carryover limitation:** Increase of \$1.3 million Other Funds to allow for current biennium spending of balances carried over from the 2023-25 biennium. This includes \$1.2 million for children’s advocacy centers and \$107,093 in American Recovery Plan Act funds for survivor housing and community-based violence programs.
- **Technical adjustments:** Net-zero rebalance shifting funds for new crime victims program accounts and adjustments to separate Protection and Education Revolving Account activities into a discrete program.
- **Reduction:** Decrease of \$2.2 million General Fund to balance the statewide budget achieved through a reduction to the Legal Tools Replacement IT project.

Department of State Police

- **Anti-poaching funding transfer:** Increase of \$3.1 million General Fund with a corresponding reduction of Other Funds for a net-zero technical adjustment moving anti-poaching funding from the Oregon Department of Fish and Wildlife to the Oregon State Police.

Department of the State Fire Marshal

- **2025 fire season:** One-time increase of \$7.6 million General Fund for 2025 fire season costs.
- **2026 fire season:** One-time increase of \$7 million General Fund and \$500,000 Other Funds for the 2026 fire season.
- **Wildfire season staffing grants:** One-time increase of \$6 million General Fund for wildfire season staffing grants for the 2027 fire season.
- **Community Risk Reduction Program and Wildfire Prepared Structure Program grants:** Increase of \$9.5 million Other Funds and three permanent positions (1.88 FTE) for the Community Risk Reduction Program and to establish the Wildfire Prepared Structure Program.

Oregon Military Department

- **Reduction:** Decrease of \$11,000 General Fund to balance the statewide budget achieved through reductions to services and supplies.

Oregon Youth Authority

- **IT project management:** Increase of \$335,138 General Fund and two permanent full-time positions (1.00 FTE) and associated services and supplies for dedicated resources to oversee the multiple complex IT projects underway in the agency.
- **Medicaid management:** Increase of \$320,336 General Fund and two permanent full-time positions (1.00 FTE) and associated services and supplies to accommodate new requirements to the Medicaid claims submission process.
- **Reductions:** Decrease of \$4.3 million General Fund to balance the statewide budget achieved through vacancy savings, reductions to services and supplies, and a \$2.5 million decrease to the Community Services Grant Program.

Public Defense Commission

- **Scheduling General Fund:** Requested DAS to make available for expenditure \$22.1 million of previously unscheduled General Fund across select programs based on the Legislature's receipt of a public defense capacity report.
- **Unrepresented defendant/persons crisis:** Net-zero rebalance moving \$4 million General Fund between two programs and establishing 15 permanent full-time positions (10.05 FTE) to address the unrepresented defendant/persons crisis and respond to the Oregon Supreme Court's decision in *State v. Roberts* (2026) that established timelines related to the appointment of a public defender.
- **Reorganization:** Net-zero rebalance transferring \$3.5 million General Fund and nine existing permanent positions (9.00 FTE) between four divisions and creating a new Resource Counsel Division for an organizational realignment.
- **Application Contribution Program:** Decrease of \$952,073 Other Funds to align Application Contribution Program forecasted revenues with expenditures.
- **Reductions:** Decrease of \$1.3 million General Fund to balance the statewide budget achieved through vacancy savings, reductions to services and supplies, and law schools contract savings from the 2023-25 biennium.

TRANSPORTATION

The Transportation Program Area includes the Oregon Department of Aviation and ODOT. Transportation agencies are primarily funded by revenues generated through motor and jet fuel taxes, licenses and fees, bond proceeds, and federal funds.

Transportation								
State Agencies	2025-27 Legislatively Adopted Budget		2025-27 Legislatively Approved Budget*		Budget Increase/Decrease			
	GF/LF	Total Funds	GF/LF	Total Funds	GF/LF	% Chg	Total Funds	% Chg
Department of Aviation	-	45,874,157	-	46,240,933	-	0.0%	366,776	0.8%
Department of Transportation	180,692,184	6,083,561,067	180,710,584	6,583,293,150	18,400	0.0%	499,732,083	8.2%
PROGRAM AREA TOTAL	\$180,692,184	\$6,129,435,224	\$180,710,584	\$6,629,534,083	\$18,400	0.0%	\$500,098,859	8.2%
Percent of State Budget	0.5%	4.4%	0.5%	4.7%				

* Includes administrative and legislative actions through the 2026 legislative session.

The 2025-27 LAB for the Transportation Program Area totals \$6.6 billion, which is an increase of \$500.1 million, or 8.2%, from the 2025-27 legislatively adopted budget. The 2025-27 General Fund and Lottery Funds budget for the program area totals \$180.7 million, which is an increase of \$18,400, or less than 0.1%, from the 2025-27 legislatively adopted budget. Program area increases are primarily attributable to two budget changes to ODOT's budget. First, HB 3991 was passed in the 2025 first special session, which increased transportation revenues through phased adjustments to motor fuels taxes, weight-mile taxes, and vehicle fees, along with a temporary increase in the statewide payroll tax supporting the Statewide Transportation Improvement Fund (STIF) resulting in a \$204.4 million Other Funds increase in an accompanying budget bill (HB 3992, 2025 first special session). Second, Other Funds Nonlimited was increased by \$296.1 million to support a refunding of outstanding highway user tax revenue bonds.

ODOT's 2025-27 LAB reflects a reduction of \$78.2 million Other Funds due to the delay and uncertainty of SHF revenues associated with referendum of HB 3991 (2025 first special session) provisions. Because the revenue increases in the measure are not assumed to be available in the 2025-27 biennium, an equivalent amount of unsupported expenditure limitation is removed from the budget. ODOT's total projected operations and maintenance shortfall of approximately \$297 million for the biennium was closed through these reductions combined with the redirection of transportation funding from Connect Oregon (\$42 million), Community Paths (\$8 million), Safe Routes to Schools (\$17 million), the Transportation Operating Fund (\$20 million), Student Driver Training (\$5 million), HB 2017 (2017) named projects that are infeasible or can be supported with Federal Funds (\$91 million), and bridge, seismic, and preservation projects (\$35 million).

Adjustments to budgets from statewide compensation changes are not discussed in detail but are included in the previous table. Significant budget adjustments and investments in the Transportation Program Area agencies are summarized in the following subsections.

Department of Aviation

- **Mulino State Airport:** Increase of \$156,534 Other Funds for state match of a federally funded project totaling \$3.1 million for waterline and hangar improvements at Mulino State Airport. Other Funds are supported by aircraft registration revenue.

Department of Transportation

- **Transportation funding package (HB 3992 [2025 first special session]):** Increase of \$204.4 million Other Funds and 18 positions (11.00 FTE) for the 2025-27 biennium to implement HB 3991 (2025 first special session). This includes \$195.4 million for STIF distributions to qualified entities and funding for program administration; IT system updates; and implementation of road usage charge, diesel tax, and weight-mile tax program changes.
- **Budget rebalance:** Decrease of \$78.2 million Other Funds to align ODOT's budget with available SHF revenue. Reductions are primarily achieved through one-time vacancy savings across multiple divisions, resulting in decreased service capacity in maintenance, project delivery, Driver and Motor Vehicles (DMV) operations, local government support, and administrative functions. Additional reductions in services and supplies are expected to impact capital improvements; constrain IT and data management activities; and limit communications, training, and program support functions.
- **Crash Data System replacement:** Increase of \$1.1 million Federal Funds to support implementation of a federally funded Crash Data System replacement project. The project, supported by a \$12.2 million grant from the National Highway Traffic Safety Administration, will modernize crash data collection and reporting systems, improve data integration, and align with national reporting standards.

Emergency Fund

The Oregon Constitution authorizes the Legislature to establish a joint committee, known as the Emergency Board, to exercise certain powers during the interim between sessions of the Legislative Assembly. These powers include allocating funds appropriated by the Legislature for emergencies, increasing expenditure limitations on continuously appropriated agency funds, establishing or revising budgets for new activities, and authorizing transfers within agency budgets. The Emergency Fund consists of general-purpose appropriations to the Emergency Board and SPAs made to the Emergency Board for specified uses in designated agencies.

During the 2026 legislative session, several changes affecting the Emergency Fund balances appropriated to the Emergency Board during the 2025 legislative session were approved.

GENERAL PURPOSE EMERGENCY FUND

During the 2025 legislative session, \$100 million General Fund was appropriated to the Emergency Fund for general purposes. This was subsequently reduced by \$800,000 in HB 3992 (2025 first special session) and \$15.8 million at the November 2025 meeting of the Emergency Board. The 2026 legislative session made no changes to the remaining \$83.4 million in the general purpose Emergency Fund, and the balance is retained for the remainder of the 2025-27 interim.

SPECIAL-PURPOSE APPROPRIATIONS

As part of the 2025-27 biennium statewide budget plan, SPAs made to the Emergency Board were adjusted as follows, resulting in a net decrease of \$440 million from the legislatively adopted budget:

- Eliminated the \$300 million SPA for state employee compensation plan changes to support General Fund appropriations to various state agencies for employee compensation changes and related adjustments.
- Eliminated the \$75 million SPA for compensation changes driven by collective bargaining costs of workers who are not state employees and added it to the DHS and OHA budgets.
- Expanded the eligible use of the \$100 million SPA for caseload costs for DHS and OHA to include implementation of federal policy changes.
- Reduced the \$150 million SPA for natural disaster prevention, preparedness, response, and recovery by \$67.8 million for costs related to the 2025 fire season, leaving a balance of \$82.2 million for future allocation. This reduction includes \$2.5 million allocated by the Emergency Board in November 2025 for the 2025 Rowena wildfire cleanup, as well as the \$65.3 million utilized during the 2026 session.
- Reduced the \$24 million SPA to ODF for fire severity expenses by \$12.2 million to pay for costs related to the 2025 fire season, leaving a balance of \$11.8 million for future allocation.
- Established a \$15 million SPA to be allocated to HECC to address a projected operational funding shortfall for SOU.

After the 2026 legislative session actions, the Emergency Fund consists of \$83.4 million for general purposes and \$261.2 million for specified purposes. Any SPA not used by December 1, 2026, is available to the Emergency Board for any lawful use (including the original purpose). Any unused Emergency Fund resources will become available to the Legislature in the 2027 legislative session or revert to the General Fund ending balance if not accessed during the next session.

State Bonding and Capital Construction

In January 2026, the State Debt Policy Advisory Commission (SDPAC) issued its updated recommended capacity limits for General Fund and Lottery Funds supported debt based upon the Office of Economic Analysis December 2025 revenue forecast, current market conditions, and bonding authorized during the 2025 legislative session.

SDPAC recommended \$513.3 million in General Fund-supported debt capacity and \$86.3 million in Lottery Funds-supported debt capacity for the remainder of the 2025-27 biennium. SDPAC recommendations for total available debt capacity were developed with the consideration that General Fund debt service should not exceed 5% of General Fund revenues, Lottery Funds debt service should not exceed 25% of Lottery Funds revenues, and total available debt capacity is averaged evenly over future biennia.

GENERAL OBLIGATION BONDS

The Legislature approved \$513.3 million in General Fund-supported debt. The authorized amount includes the following:

- \$45.7 million of Article XI-G and Article XI-Q bonds to finance two public university projects, as well as a shift in the type of general obligation bonds authorized for a previously approved project
- \$3 million decrease in Article XI-G bonds to reflect a requested project change for one community college project
- \$100.9 million of Article XI-Q bonds for the Local Innovation and Fast Track (LIFT) affordable rental housing and Housing Opportunity, Longevity, and Durability (HOLD) preservation programs
- \$367.6 million of either Article XI-Q bonds or certificates of participation to finance capital improvements of the Moda Center and surrounding plaza areas over two biennia (bond issuance is subject to meeting criteria outlined in SB 1501 [2026])
- \$2.1 million of Article XI-Q bonds to finance park acquisitions

General Fund debt service on the authorized additional bonding is estimated to be \$274,590 in the 2025-27 biennium and \$100.7 million in the 2027-29 biennium. A complete list of General Fund projects can be found in Appendix B.

Article XI-F(l) general obligation bonds provide financing for the public universities' self-supporting capital construction projects. The Legislature approved \$15.2 million to finance student housing for Portland State University supported by university revenues, bringing the total bonding authorized for the project to \$100.8 million.

Direct revenue bond authorization for the 2025-27 biennium was increased by \$84.6 million for lottery revenue bond authority, as discussed in the next subsection. Additionally, other financing agreements authority was increased by \$20 million to allow for capital lease financing.

LOTTERY REVENUE BONDS

The Legislature authorized \$84.6 million of lottery revenue bonds to generate proceeds for project costs, costs of issuance, and debt service reserves. A total of \$80.7 million in net lottery bond proceeds finances 24 projects and programs, including the following:

- \$37.6 million for local water supply and wastewater infrastructure projects
- \$10 million for deposit into the Industrial Site Loan Fund managed by the Oregon Business Development Department
- \$6.9 million for affordable housing projects
- \$2.5 million for emergency preparedness projects
- \$5 million for a substance abuse treatment center project
- \$14.8 million to support local economic development projects
- \$4 million to support community center facility improvements

Lottery revenue bond authority was also reduced to reflect the repeal of \$5.6 million authorized for the City of Happy Valley to construct a community recreation center. The project did not raise sufficient matching funds to move forward.

Lottery Funds debt service on the authorized additional bonding is estimated to be \$2.2 million in the 2025-27 biennium and \$14.7 million in the 2027-29 biennium. A complete list of lottery bond projects can be found in Appendix B.

CAPITAL CONSTRUCTION

During the 2026 legislative session, the Legislature approved establishing additional Other Funds capital construction expenditure limitation of \$570.2 million for the 2025-27 biennium. Capital construction expenditure limitation approved for projects in the 2025-27 biennium will expire on June 30, 2031. Significant capital expenditures include the following:

- \$100 million for affordable housing through the LIFT affordable rental housing and HOLD preservation programs
- \$60.1 million for distribution of bond proceeds to public universities for three capital projects
- \$2.1 million to the Oregon Parks and Recreation Department for park acquisitions
- \$365 million to DAS for Moda Center and surrounding plaza areas capital improvements

A comprehensive list of approved capital construction project expenditure limitations during the 2026 legislative session for the 2025-27 biennium is included in Appendix A.

Additionally, the Legislature approved the following changes to previous biennia capital construction expenditure limitations:

- **2023-25 biennium:** Other Funds capital construction expenditure limitation authorized to HECC for a project at Southwestern Oregon Community College was reduced by \$3 million to accommodate a requested scope and budget change. The amended approved project will

receive \$5 million in general obligation bond proceeds to support the construction of a Welding and Manufacturing Trades Center. Expenditure limitation for this project will expire June 30, 2029.

- **2021-23 biennium:** Federal Funds capital construction expenditure limitation was increased by \$800,000 for the Corvallis Armory Service Life Extension and Regional Emergency Enhancement project. This project was originally approved during the December 2022 meeting of the Emergency Board, which established \$3.5 million of Federal Funds capital improvement expenditure limitation funded by revenue received from the National Guard Bureau. This brings total Federal Funds capital construction expenditure limitation for the project to \$4.3 million. Expenditure limitation for this project will expire June 30, 2027.
- **2017-19 biennium:** Other Funds capital construction expenditure limitation previously set to expire on June 30, 2025, was extended to June 30, 2027, for the MacLaren Youth Correctional Facility West Cottages Renovation project managed by the Oregon Youth Authority.

Fee Changes

ORS 291.055(1)(e) mandates that all new fees or fee increases adopted by state agencies through administrative rule between regular sessions of the Legislative Assembly are rescinded upon adjournment of the next regular session unless authorized by enabling legislation. The enabling legislation necessary to approve, or ratify, fee changes that have been adopted administratively by state agencies and approved by DAS between the end of the 2025 session and the beginning of the 2026 session was provided in HB 5203 (2026).

The following agency fee changes were ratified in this measure:

- **Occupational Therapy Licensing Board:** Established a \$100 predetermination fee for Occupational Therapy Licensing Board licensure programs, authorized by SB 1552 (2024), allowing individuals to request a determination on whether a criminal conviction affects licensure eligibility. The fee is estimated to generate \$300 Other Funds revenue in the 2025-27 biennium.
- **Mental Health Regulatory Agency:** Established a \$125 licensure predetermination petition fee for the Oregon Board of Licensed Professional Counselors and Therapists and the Oregon Board of Psychology, authorized by SB 1552 (2024), allowing individuals to request a determination on whether a criminal conviction affects licensure eligibility. Fee revenue is estimated to increase by \$6,325 Other Funds in the 2025-27 biennium.
- **Board of Nursing:** Established a \$75 predetermination fee, authorized by SB 1552 (2024), allowing individuals to request a determination on whether a criminal conviction affects licensure eligibility. Fee revenue is estimated to increase by \$7,500 Other Funds in the 2025-27 biennium.
- **Oregon Health Authority:** Adopted new and increased fees for the Psilocybin Services Program, the Oregon Healthcare Workforce Database, and the Art Therapist Program, authorized by HB 3761 (2025) and SB 1552 (2024). These include a psilocybin worker permit fee of \$25 per year and a psilocybin training program curriculum approval fee of \$500 per year. Fees were established for the Oregon Health Care Workforce Database, including \$4 for a one-year license and \$8 for a two-year license. OHA also established criminal conviction predetermination and fingerprint-based criminal history check fees of \$50 for individuals applying for licenses administered through the Health Licensing Office, as well as fees related to the provisional art therapist license, including a \$150 application fee and \$50 annual license and renewal fees. The estimated revenue from the fee changes is \$204,322 Other Funds in the 2025-27 biennium.
- **Board of Naturopathic Medicine:** Adopted new and increased fees associated with licensure and regulatory activities. These include a \$60 license application processing fee and a \$515 annual active license renewal fee, with prorated license fees depending on when an application is received during the calendar year. The board also established a late renewal fee of \$225, inactive license status and renewal fees of \$260, and retired license fees of \$40. Additional fees include a \$250 jurisprudence examination fee, a \$75 natural childbirth certificate fee, a \$60 fingerprinting and criminal records check fee, and administrative fees including

\$50 for license verification and \$75 for mailing list requests. These fee increases are estimated to increase revenues by \$172,655 Other Funds in the 2025-27 biennium.

- **Oregon Liquor and Cannabis Commission:** Established a \$25 product registration amendment fee, authorized by HB 4121 (2024), for the Hemp Product Registration Program to support amendments to registered product labels and product information during the annual registration period. Additionally, the Oregon Liquor and Cannabis Commission's annual hemp product registration fee is being reduced from \$420 to \$400 based on feedback received from agency licensees. These fee changes are estimated to increase revenues by \$100,000 Other Funds in the 2025-27 biennium.
- **Oregon Medical Board:** Established registration fees for programs administered by the Oregon Medical Board related to the Five-Needle Protocol Technician Registry, authorized by HB 2143 (2025). The fee is set at \$100 for initial application and registration, and the fee is set at \$50 for annual registration renewal. Fee revenue is estimated to increase by \$20,000 Other Funds in the 2025-27 biennium.
- **Department of State Lands:** Adopted a new fee schedule, authorized by HB 2238 (2023), for the Removal-Fill Regulatory Program, including general authorizations, wetland determinations, delineation report reviews, and removal-fill permit applications. Fees include the general authorization submission at \$450 and a revise or transfer fee of \$50; wetland determination on-site review at \$450; delineation report review fees at \$600, \$1,200, and \$3,500; and report reissuance at \$600. Removal-fill permit application fees range from \$700 to \$7,000 for Type A projects and \$2,100 to \$21,000 for Type B projects, along with fees for permit renewal at \$400, in-water work variance at \$100, and permit modification or transfer at \$400. These fees are expected to increase revenue by \$2.7 million Other Funds revenue in the 2025-27 biennium.
- **Department of Agriculture:** Adopted an increase to the third-party certification audit fee to a \$171 hourly inspection and travel rate to align with the current federal rate established by the U.S. Department of Agriculture for certification programs. The fee is expected to increase revenue by \$56,000 Other Funds in the 2025-27 biennium.
- **Board of Chiropractic Examiners:** Established a \$75 criminal conviction determination petition fee, authorized by SB 1552 (2024), allowing individuals to request a determination on whether a criminal conviction affects licensure eligibility. Fee revenue is estimated to increase by \$750 Other Funds revenue in the 2025-27 biennium.

Budget Notes

A budget note is a formal non-statutory directive to a state agency expressing the legislative intent of a particular issue funded in the agency's budget. Budget notes are technical in nature, of limited scope, and not intended to substitute or supplant policy measures. Typically, a budget note directs an agency to provide follow-up progress reports on budget-related items. Budget notes are approved by one legislative committee (the Joint Committee on Ways and Means) and are found exclusively in budget reports, which are the summaries that accompany budget measures and substantive measures that contain budgetary adjustments. The only exception to the process is when separate Senate and House budget committees are appointed instead of a joint committee.

The Legislature approved a total of four budget notes during the 2026 session, all of which are included in the budget report for HB 5204, which is the session's omnibus budget reconciliation measure.

The information that follows includes all four budget notes according to program area, with budget notes involving multiple state agencies listed only once. Notably, the corresponding budget report for the measure may include language beyond the budget note itself that provides additional context important to the budget note.

ADMINISTRATION – DEPARTMENT OF ADMINISTRATIVE SERVICES

Budget Note (HB 5204): DAS shall work in collaboration with the Oregon Racing Commission in executing agreements with counties for distribution of funds to support horse racing events at county fairgrounds. Agreements must include county reporting requirements on the use of funds. DAS and the Oregon Racing Commission are directed to report to the Emergency Board in December 2026 on county agreements, distributions, and expenditure of funds.

EDUCATION – HIGHER EDUCATION COORDINATING COMMISSION

Budget Note (HB 5204): Southern Oregon University shall collaborate with the Higher Education Coordinating Commission (HECC) to develop a plan for future delivery of higher education in southern Oregon, without reliance on ongoing increases in state support, by no later than April 30, 2026. The plan must align existing and potential revenue sources with budgeted expenditures to achieve a balanced budget for the 2027-29 biennium and long-term structural fiscal balance, identify programs and functions of the university that are both specifically meaningful to southern Oregon or the state and that are capable of sustained delivery, and evaluate options for sustainability that may include partnership with other institutions or as part of an alternative higher education structure.

Budget Note (HB 5204): The Higher Education Coordinating Commission (HECC) must report to the Emergency Board no later than June 2026 on Southern Oregon University's (SOU's) updated financial modeling and operational plan to continue through June 30, 2027. Prior to the report, SOU must collaborate with HECC to submit a report to HECC by April 30, 2026, that details the actions the university will take to ensure continued operations through

June 30, 2027, including updated financial modeling, endorsed by external budget and accounting experts, demonstrating the institutions' ability to meet all obligations through June 30, 2027. Additionally, beginning May 2026, SOU must provide monthly financial statements and an updated cash flow forecast to HECC, the DAS Chief Financial Office, and the Legislative Fiscal Office, and on a quarterly basis summarize the operational status of the institution and identify any risks affecting contractual commitments and obligations to students.

PUBLIC SAFETY – OREGON YOUTH AUTHORITY

Budget Note (HB 5204): The Oregon Youth Authority is directed to provide a report to the Emergency Board in May 2026 on the Juvenile Justice Information System modernization project. The report shall include a comprehensive history on project initiation; a timeline of major past, current, and planned milestones; details on project delays and periods when the project was on hold; a summary of all approved funding since project inceptions, including current biennium balances, bonding activities, and anticipated future funding requests; and an assessment of the viability of continuing the current project.

Program Change Measure

Each legislative session, as part of a package of budget measures, the Legislature enacts what is commonly referred to as the “program change” measure. This measure makes the necessary changes in statutes and session laws to support the legislative budget, clarify the application of statutes for the budget, and modify provisions relating to the use of funds. For the 2026 session, SB 1601 served as the program change measure. The measure is not an appropriation bill and therefore does not include the appropriation of funds.

SB 1601 (2026) includes the following provisions:

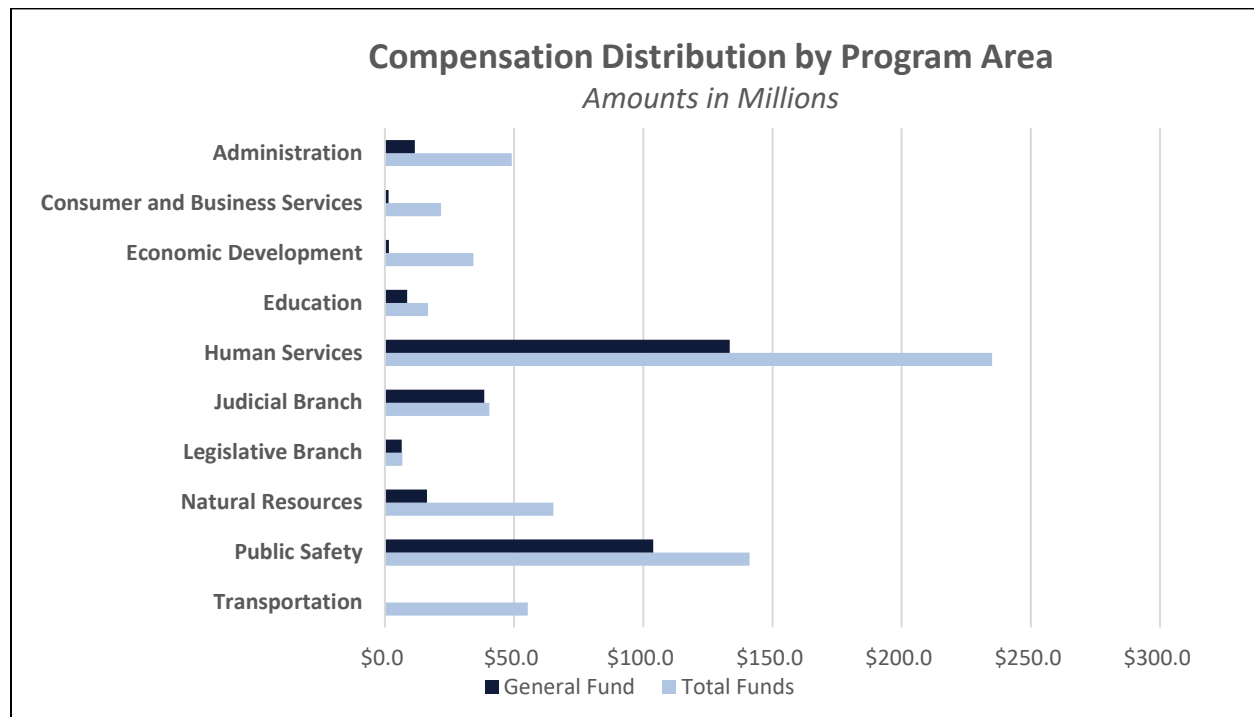
- Transfers \$29.7 million from the Oregon Infrastructure Finance Fund to the General Fund for general governmental purposes. The funds were used as resources in the 2025-27 LAB.
- Transfers \$23 million from the State Information Technology Operating Fund to the General Fund for general governmental purposes. The funds were used as resources in the 2025-27 LAB.
- Allows \$85 million of unobligated Federal Funds to finance previously approved projects in HB 2017 (2017) and redirects corresponding amount of ORS 367.095(4) dedicated funds to be used for ODOT operations and maintenance.
- Redirects \$35 million dedicated under ORS 367.095(4) for safety, bridges, seismic improvements, and pavement preservation and culverts to be used for ODOT operations and maintenance.
- Transfers \$35 million from the Connect Oregon Fund to the SHF for ODOT operations and maintenance.
- Redirects \$18 million that otherwise would be deposited in the ODOT Operating Fund to the SHF for ODOT operations and maintenance.
- Redirects \$17 million that otherwise would be deposited in the Safe Routes to Schools Fund to the SHF for ODOT operations and maintenance.
- Redirects \$7 million of the privilege tax that otherwise would be deposited in the Connect Oregon Fund to the SHF for ODOT operations and maintenance.
- Transfers \$6 million from the Multimodal Active Transportation Fund to the SHF for ODOT operations and maintenance.
- Removes the Region 2 State Highway 58 passing lanes addition project from HB 2017 (2017) and redirects the \$6 million that was dedicated to this project to ODOT operations and maintenance.
- Transfers \$5 million from the Student Driver Training Fund to the SHF for ODOT operations and maintenance.
- Redirects \$2 million that otherwise would be transferred to the Multimodal Active Transportation Fund to the SHF for ODOT operations and maintenance.
- Transfers \$2 million from the ODOT Operating Fund to the SHF for ODOT operations and maintenance.

- Removes the statutory cap on lottery transfers to the County Fair Account beginning July 1, 2027, allowing the full 1% of lottery revenues to be transferred annually. This change is projected to increase Lottery Funds support for county fairs by \$12.9 million in the next biennium.
- Allows monies in the Healthy School Facilities Fund to be used for testing of elevated levels of PCB exposure.
- Extends the deadline for the Board of Parole and Post-Prison Supervision to complete Sex Offender Notification Leveling determinations to June 30, 2030.
- Modifies statutory references related to pay frequency for elected officials and state agency employees in anticipation of the transition to two-week pay periods.
- Changes reporting requirements for the Summer Learning Grant Program to better align with the legislative calendar.
- Corrects a section reference in HB 2712 (2025).

State Employee Compensation

As part of statewide adjustments included in HB 5204 (2026), the Legislature approved an increase of \$321.5 million General Fund (\$665.5 million total funds) across agency budgets for state employee compensation changes and pension obligation bond adjustments, net of an offsetting decrease of \$3.6 million General Fund (\$7.7 million total funds) for corrections to state government service charges. The funding for employee compensation supports changes included in two-year collective bargaining agreements for executive branch agencies negotiated with DAS. The major provisions in the new contracts include the following: 1) a new top step added to all salary ranges; 2) a 2.5% cost-of-living adjustment effective February 1, 2026, and a 4% cost-of-living adjustment effective January 1, 2027; and 3) a one-time payment of \$1,700 for eligible employees as compensation for the state implementing biweekly pay. These compensation changes also apply to other executive branch employees who are not members of a collective bargaining unit and were likewise implemented by judicial and legislative branch agencies.

The General Fund cost of these changes is largely supported through the disappropriation of a \$300 million SPA to the Emergency Board established in the 2025-27 legislatively adopted budget for state employee compensation plan changes. The following chart shows the compensation distribution by program area, highlighting the General Fund and total funds. At \$133.4 million General Fund (\$235 million total funds), the Human Services Program Area comprises the largest share of state employee compensation adjustments funded in the 2026 session.



Information Technology

During the 2026 legislative session, the Joint Legislative Committee on Information Management and Technology (JLCIMT), staffed by the Legislative Fiscal Office (LFO), focused its activities on the following:

- Reviewing proposed IT-related law and policy changes
- Assuring JLCIMT and Joint Committee on Ways and Means review of major IT project statuses, budget notes, and issues

JLCIMT was referred three measures during the 2026 legislative session (HB 4054, HB 4055, and HB 4103) and reviewed the status of several key IT projects that were of special interest. These projects had associated budget notes or other legislative directions adopted to make sure that agencies proceeded consistently with the Legislature's direction during the 2025-27 biennium. More information can be found in the Information Technology section within the *2025-27 Budget Highlights*⁴ document published by LFO.

ASSIGNED MEASURES

- **HB 4054:** Relating to downcoding, this measure was assigned to JLCIMT and remained with the committee upon adjournment.
- **HB 4055:** Relating to cybersecurity, this measure was assigned to JLCIMT and remained with the committee upon adjournment.
- **HB 4103:** Relating to artificial intelligence, this measure was assigned to JLCIMT and recommended do-pass as amended and referred to the Joint Committee on Ways and Means, where it remained upon adjournment.

MAJOR IT PROJECT AND BUDGET NOTE REPORTS

Of the major IT projects or initiatives included in the 2025-27 LAB, several were of particular interest to the Legislature due to their overall cost, complexity and risk, cross-biennium implementation time frames, and/or their importance to state government services. Informational meetings and work sessions were held, with written status reports and agency presentations provided to the JLCIMT and various subcommittees of the Joint Committee on Ways and Means, on the following projects:

- **Administration Program Area**
 - **Department of Administrative Services:** Workday Payroll Transformation
 - **Secretary of State:** Oregon Voter Registration System Stabilization and Plan for Modernization

⁴ Oregon Legislative Fiscal Office, 2025. *2025-27 Budget Highlights*. October 2025.
<https://www.oregonlegislature.gov/lfo/Documents/2025-27%20Budget%20Highlights.pdf>.

- **Consumer and Business Services Program Area**
 - **Department of Consumer and Business Services (DCBS) Report:** DCBS Workers' Compensation Information System Modernization
 - **Bureau of Labor and Industries:** Case Management System
 - **Mental Health Regulatory Agency and Board of Licensed Social Workers:** Licensing Database
- **Human Services Program Area**
 - **Oregon Health Authority:** Public Employees' Benefit Board/Oregon Educators Benefit Board Benefits Management System
 - **Oregon Health Authority:** Health Insurance Marketplace
 - **Oregon Health Authority/Department of Human Services:** Mainframe Modernization
- **Natural Resources Program Area**
 - **Department of Geology and Mineral Industries:** ePermitting System
 - **Oregon Department of Energy Grant:** Data Center Demand Planning

A compilation of budget notes and legislative directions to agencies from the 2026 legislative session is provided in other sections of this 2025-27 Budget Highlights Update document.

Fiscal Impact Statements

A fiscal impact refers to an increase or decrease in program expenditures, program-specific (non-tax) revenues, positions, or full-time equivalent (FTE) positions compared to the amounts in the current budget. A fiscal impact statement is an independent, objective analysis that describes the potential changes to expenditures, revenues, and staffing and the organizational impacts for state and local government resulting from a legislative measure.

The four general types of fiscal impact statements are as follows:

- **No fiscal impact:** Issued when a measure has no expenditure impact.
- **Minimal fiscal impact:** Issued when a measure has a fiscal impact, but the impact can be absorbed within an agency's existing budget without additional funding or resources.
- **Written fiscal analysis:** Issued for the following reasons: 1) a measure is determined to have a fiscal impact; 2) a fiscal impact cannot be determined, so an "indeterminate" fiscal impact statement is issued to explain why; or 3) to provide additional context for a no fiscal impact or minimal fiscal impact determination or to provide information on a measure's mechanical defects or ambiguity ("explanatory").
- **Fiscal "lite":** Issued when a bill will be transferred between committees and a comprehensive fiscal impact analysis has yet to be completed. Fiscal "lites" may include preliminary information about the potential fiscal impact of a legislative measure, though further analysis of this information is required, and are generally categorized as a written fiscal analysis.

PROCESS

ORS Chapter 173 requires a fiscal impact statement for each measure that is reported out of a legislative committee. Committee rules also require that a committee receive and review a fiscal impact statement prior to a measure being reported out of that committee. The purpose of the rule is to inform committee decision-making on the fiscal implications of a measure.

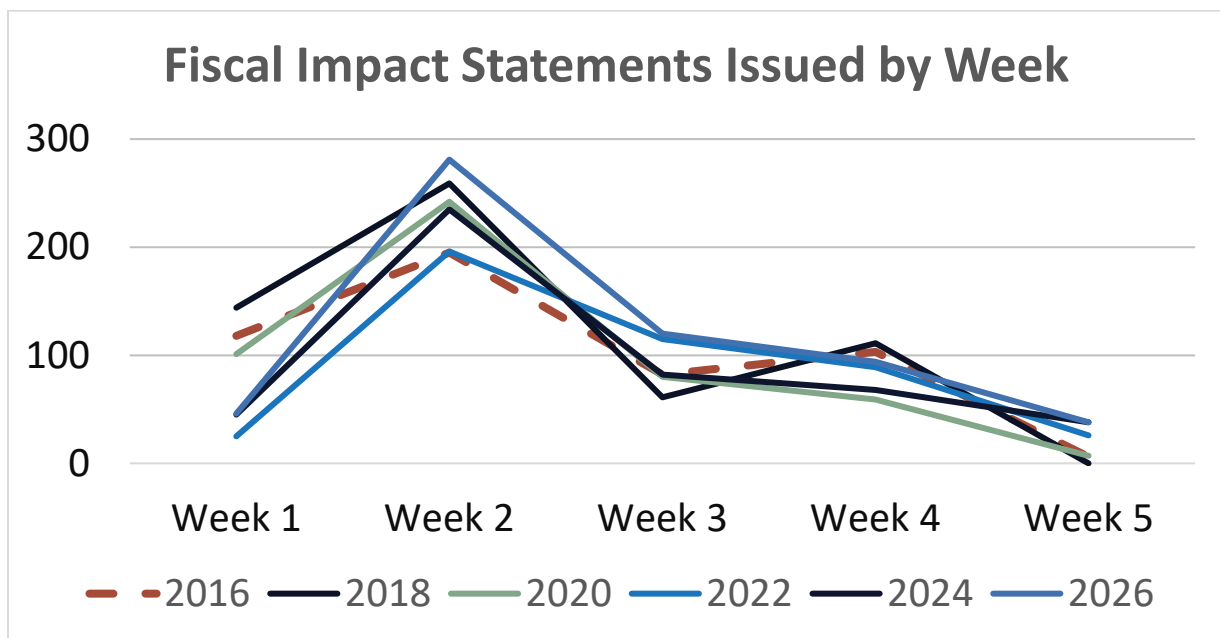
FISCAL IMPACT STATEMENT STATISTICS

The fiscal impact process is affected by several factors, including the duration of the session, the volume of measures introduced, the number of committees, and how those committees schedule measures. Additionally, workload is driven by whether the introduced measure is amended, the number of amendments considered, and the fiscal nature and complexity of the measure or amendment(s). Finally, LFO and state and local government staffing levels, as well as their experience with the legislative and fiscal impact processes, are also factors affecting the fiscal impact process.

In total, there were 304 measures introduced during the 2026 legislative session, which is 27 more than the average of the five previous short legislative sessions. There were 950 amendments drafted for those bills, which is 13.5% more than the average of the five previous short legislative sessions. Not every measure introduced (or every amendment drafted) advanced legislatively and had a fiscal impact prepared. In total, LFO produced 579 fiscal impact statements during the 2026 legislative session for

introduced, amended, and engrossed measures, as well as minority reports. This is 82, or 16.4%, more than the average of the five prior short legislative sessions.

As noted previously, the fiscal impact process is also affected by how policy committees schedule measures. The following chart shows the number of fiscal impacts issued each week during the last six short legislative sessions. The volume of fiscal impact statements issued in 2026 peaked during the week of February 9, which corresponds to the chamber deadline for bills to be reported out of the chamber of origin. This results in a substantially increased workload compressed into a very short time frame. During the second week of the 2026 legislative session there were 281 fiscal impacts issued, representing 48.5% of all fiscal impact statements issued in the entire 2026 session. This extreme volume severely limits the ability of impacted entities to provide necessary information and LFO’s capacity to conduct the necessary analysis required.



Legislative Fiscal Office
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APPENDICES

APPENDIX A

2025-27 CAPITAL CONSTRUCTION PROJECTS

**Capital Construction Projects
2025-27 Legislatively Approved Budget (2026 Session)**

	Other Funds	Federal Funds	Total Funds
EDUCATION			
Higher Education Coordinating Commission			
Oregon State University – Cascades Student Health and Recreation Center	42,000,000	-	42,000,000
Portland State University – Student Housing	15,000,000	-	15,000,000
Western Oregon University – Heritage Hall Roof Replacement	3,100,000	-	3,100,000
ECONOMIC AND COMMUNITY DEVELOPMENT			
Housing and Community Services Department			
Local Innovation and Fast Track (LIFT) Affordable Rental Housing Program	75,000,000	-	75,000,000
Housing Opportunity Longevity and Durability (HOLD) Fund – Preservation Program	25,000,000	-	25,000,000
Department of Veterans' Affairs			
Lebanon Heating, Ventilation, and Air Conditioning (HVAC) System	7,100,000	-	7,100,000
NATURAL RESOURCES			
Department of Forestry			
Klamath Fire Cache Warehouse Replacement	1,000,000	-	1,000,000
Santiam Facility Replacement – Phase I	5,000,000	-	5,000,000
Parks and Recreation Department			
Park Acquisitions	2,100,000	-	2,100,000
TRANSPORTATION			
Department of Aviation			
Mulino State Airport Waterline and Hangar	156,534	-	156,534
ADMINISTRATION			
Department of Administrative Services			
Parking Lot Improvements and Electric Vehicle Charging Stations	3,500,000	-	3,500,000
Portfolio Repositioning Facility Alterations	14,750,000	-	14,750,000
Portland State Office Building Restack	11,500,000	-	11,500,000
Moda Center and Surrounding Plaza Areas Capital Improvements	365,000,000	-	365,000,000
Total 2025-27 Capital Construction Limitation	\$570,206,534	-	\$570,206,534

APPENDIX B

2025-27 STATE-SUPPORTED BONDS

State-Supported Bonds

2025-27 Legislatively Approved Budget (2026 Session)

	Bond Program	Project Amount	Cost of Issuance	Bond Par Value
GENERAL FUND SUPPORTED				
Higher Education Coordinating Commission – Community Colleges				
Southwestern Oregon Community College – Student Uplift and Collaboration	XI-G	(8,000,000)	(85,000)	(8,085,000)
Southwestern Oregon Community College – Welding and Manufacturing Trades Center	XI-G	5,000,000	70,000	5,070,000
Higher Education Coordinating Commission – Public Universities				
Oregon State University – Cascades Student Health and Recreation Center	XI-G	32,000,000	330,000	32,330,000
Oregon State University – Cascades Student Health and Recreation Center	XI-Q	10,000,000	125,000	10,125,000
Portland State University – Portland Center for the Performing Arts Academic Building	XI-G	(35,000,000)	(205,000)	(35,205,000)
Portland State University – Portland Center for the Performing Arts Academic Building	XI-Q	35,000,000	350,000	35,350,000
Western Oregon University – Heritage Hall Roof Replacement	XI-Q	3,100,000	40,000	3,140,000
Housing and Community Services Department				
Local Innovation and Fast Track (LIFT) Affordable Rental Housing	XI-Q	75,000,000	600,000	75,600,000
Housing Opportunity Longevity and Durability (HOLD) Fund Preservation Program	XI-Q	25,000,000	290,000	25,290,000
Department of Parks and Recreation				
Park Acquisition	XI-Q	2,100,000	35,000	2,135,000
Department of Administrative Services				
Moda Center and Surrounding Plaza Areas Capital Improvements (2025-27)	XI-Q or COP	200,000,000	1,400,000	201,400,000
Moda Center and Surrounding Plaza Areas Capital Improvements (2027-29)	XI-Q or COP	165,000,000	1,200,000	166,200,000
Total 2025-27 General Fund-Supported Bonds		\$509,200,000	\$4,150,000	\$513,350,000

	Bond Program	Project Amount	Costs of Issuance/Reserves	Bond Par Value
LOTTERY FUNDS SUPPORTED				
Department of Administrative Services				
City of Happy Valley – Happy Valley Community Recreation Center	Lottery	(5,000,000)	(580,000)	(5,580,000)
Central Oregon Coast Fire and Rescue District – Fire Hall Acquisition	Lottery	1,100,000	145,000	1,245,000
City of McMinnville – NE Gateway Alpine Avenue Street Improvement Project – Phase 2A	Lottery	1,500,000	185,000	1,685,000
City of Salem – McNary Field Resiliency and Emergency Capability with Terminal Master Plan	Lottery	1,350,000	170,000	1,520,000
Clackamas County – Clackamas County Recovery Campus	Lottery	5,000,000	580,000	5,580,000
Consejo Hispano – Casa Mariposa	Lottery	1,750,000	210,000	1,960,000
Evergreen Community Partners – Whale Watch Affordable Housing	Lottery	2,500,000	290,000	2,790,000
Native American Youth and Family Center – Roof Replacement and Facilities Upgrades	Lottery	4,000,000	450,000	4,450,000
Our Home, Inclusive Community Collaborative – Cathedral Park Cohousing	Lottery	1,400,000	175,000	1,575,000
Regional Rural Revitalization (R3) Consortium – Rural Oregon Modular Mass Timber Workforce Housing	Lottery	3,000,000	345,000	3,345,000
Williams & Russell CDC – Business Hub	Lottery	11,500,000	1,305,000	12,805,000
Oregon Business Development Department				
Industrial Site Loan Fund	Lottery	10,000,000	1,215,000	11,215,000
City of Carlton – SE Carlton Water Distribution Improvements	Lottery	1,800,000	220,000	2,020,000
City of Chiloquin – New Regulatory Compliant Wastewater Treatment Facility	Lottery	4,274,549	480,451	4,755,000
City of Eugene – Clear Lake Road Economic Development Infrastructure	Lottery	5,000,000	580,000	5,580,000
City of Gold Hill – Gold Hill Water Lines	Lottery	1,500,000	185,000	1,685,000
City of Grants Pass – Spalding Industrial Park Wastewater Infrastructure Upgrade	Lottery	2,000,000	235,000	2,235,000
City of Lafayette – Canyon View Pump Station Replacement	Lottery	1,400,000	175,000	1,575,000
City of Lebanon – Lebanon Wastewater Treatment Plant Biosolids Project	Lottery	2,000,000	235,000	2,235,000
City of Philomath – N 19th Street Sewer Infrastructure for Housing Production	Lottery	2,650,000	310,000	2,960,000
City of Silverton – New Water Treatment Plant	Lottery	5,000,000	580,000	5,580,000
City of St. Paul – Main Water Line Repair/Replacement	Lottery	2,614,150	300,850	2,915,000

	Bond Program	Project Amount	Costs of Issuance/Reserves	Bond Par Value
LOTTERY FUNDS SUPPORTED				
City of Vale – Water System Improvements	Lottery	3,000,000	345,000	3,345,000
City of Warrenton – New Wastewater Treatment Plant	Lottery	4,000,000	450,000	4,450,000
Terrebonne Sanitary District – Terrebonne Septic Tank Effluent Pump (STEP) Wastewater Collection System	Lottery	2,400,000	280,000	2,680,000
Total 2025-27 Lottery Funds-Supported Bonds		\$75,738,699	\$8,866,301	\$84,605,000

APPENDIX C

2025-27 NON-BONDED CAPITAL PROJECTS

Non-Bonded Capital Projects
2025-27 Legislatively Approved Budget (2026 Session)

	Project Amount
GENERAL FUND	
Department of Administrative Services	
ABC House – Expansion of the ABC House Building	1,000,000
Banks Fire District 13 – Hornshuh Creek Fire Station #14 Access Safety Improvements	173,000
Blue Mountain Translator District – Critical Electrical Distribution Line Reconstruction	840,000
City of Detroit – December 16–17, 2025, Windstorm Recovery	100,000
City of Eugene – Eugene Airport Replacement and Relocation of Gate A6 Passenger Boarding Bridge	1,000,000
Glide Revitalization – Glide Revitalization Community Resource Center	450,000
Riddle School District 70 – Riddle Elementary Schoolyard Project	550,000
Oregon Business Development Department	
Regional Infrastructure Fund	10,000,000
Industrial Site Loan Fund	5,000,000
City of Falls City – Dayton Street Water-Wastewater Bridge	700,000
Crescent Sanitary District – Gilchrist/Crescent Wastewater Infrastructure Stabilization Rehabilitation Study	100,000
Total 2025-27 Non-Bonded Capital Projects	\$19,913,000

APPENDIX D

NUMBER OF POSITIONS AND FULL-TIME EQUIVALENCY

**Number of Positions and Full-Time Equivalency (FTE) by Program Area and Agency
2025-27 Legislatively Approved Budget (2026 Session)**

	2023-25		2025-27	
	Legislatively Approved Positions	FTE	Legislatively Approved Positions	FTE
EDUCATION				
Early Learning and Care, Dept of	367	356.41	376	369.20
Education, Dept of	692	644.81	653	637.45
Higher Education Coordinating Commission	196	185.63	198	186.34
Teacher Standards and Practices Commission	38	33.00	37	35.75
Education Total	1,293	1,219.85	1,264	1,228.74
HUMAN SERVICES				
Blind, Commission for the	67	67.00	67	67.00
Health Authority, Oregon	5,771	5,611.95	6,059	6,001.48
Human Services, Dept of	11,282	10,960.24	11,786	11,492.15
Long-Term Care Ombudsman	41	38.00	41	40.50
Psychiatric Security Review Board	13	13.00	13	13.00
Human Services Total	17,174	16,690.19	17,966	17,614.13
PUBLIC SAFETY				
Corrections, Dept of	4,813	4,749.53	4,832	4,804.26
Criminal Justice Commission	35	32.00	35	35.00
District Attorneys	36	36.00	36	36.00
Emergency Management, Dept of	140	132.29	128	123.00
Fire Marshal, Dept of the State	157	155.56	162	160.64
Justice, Dept of	1,557	1,530.68	1,649	1,630.43
Military Department	495	456.25	507	476.38
Parole and Post-Prison Supervision, Board of	30	30.00	40	38.09
Public Defense Commission	192	163.30	203	197.25
Public Safety Standards and Training, Dept of	186	184.75	184	182.75
State Police, Dept of	1,393	1,378.87	1,397	1,389.43
Youth Authority, Oregon	991	956.53	1,020	988.76
Public Safety Total	10,025	9,805.76	10,193	10,061.99
JUDICIAL BRANCH				
Judicial Department	2,210	2,090.27	2,232	2,165.00
Judicial Fitness and Disability, Commission on	1	0.50	1	1.00
Judicial Branch Total	2,211	2,090.77	2,233	2,166.00
ECONOMIC AND COMMUNITY DEVELOPMENT				
Business Development Department	215	191.46	225	206.65
Employment Department	2,010	1,991.79	1,948	1,927.79
Housing and Community Services Department	482	463.87	488	482.34
Veterans' Affairs, Dept of	103	102.23	106	104.25
Economic and Community Development Total	2,810	2,749.35	2,767	2,721.03

2025-27 BUDGET HIGHLIGHTS UPDATE

	2023-25		2025-27	
	Legislatively Approved Positions	FTE	Legislatively Approved Positions	FTE
NATURAL RESOURCES				
Agriculture, Dept of	535	403.27	495	397.11
Energy, Dept of	134	123.99	132	128.81
Environmental Quality, Dept of	873	857.59	901	890.17
Fish and Wildlife, Dept of	1,384	1,188.96	1,349	1,169.02
Forestry, Dept of	1,431	1,075.02	1,451	1,094.95
Geology and Mineral Industries, Dept of	41	40.50	50	48.80
Land Conservation and Development, Dept Of	109	92.18	110	109.22
Land Use Board of Appeals	7	7.00	7	7.00
Marine Board	45	42.50	46	43.50
Parks and Recreation, Dept of	871	632.30	863	628.40
State Lands, Dept of	113	110.78	144	138.42
Water Resources Department	259	248.71	247	244.25
Watershed Enhancement Board	49	45.91	48	47.50
Natural Resources Total	5,851	4,868.71	5,843	4,947.15
TRANSPORTATION				
Aviation, Dept of	16	15.33	15	15.00
Transportation, Dept of	4,939	4,806.87	4,822	4,741.27
Transportation Total	4,955	4,822.20	4,837	4,756.27
CONSUMER AND BUSINESS SERVICES				
Accountancy, Board of	7	7.00	7	7.00
Chiropractic Examiners, Board of	6	5.75	5	4.75
Construction Contractors Board	59	59.00	60	59.50
Consumer and Business Services, Dept of	989	975.52	1,006	1,000.36
Dentistry, Board of	8	7.62	7	7.00
<i>Health-Related Licensing Boards</i>				
Mortuary and Cemetery Board	7	7.00	7	7.00
Naturopathic Medicine	3	3.00	3	3.00
Occupational Therapy Licensing Board	2	1.50	2	1.50
Medical Imaging	4	3.75	4	4.00
Speech Pathology and Audiology	3	3.00	3	3.00
Veterinary Medical Examiners Board	5	5.00	5	5.00
Labor and Industries, Bureau of	183	157.43	221	205.63
Medical Board, Oregon	42	42.00	45	43.75
Mental Health Regulatory Agency	15	15.00	17	17.00
Nursing, Board of	61	59.78	64	63.90
Pharmacy, Board of	24	23.63	24	24.00
Public Utility Commission	142	141.00	152	150.43
Real Estate Agency	34	34.00	32	32.00
Social Workers, Board of Licensed	10	8.50	9	8.50
Tax Practitioners, State Board of	2	2.00	2	2.00
Consumer and Business Services Total	1,606	1,561.48	1,675	1,649.32
ADMINISTRATION				
Administrative Services, Dept of	1,001	989.28	1,025	1,016.33
Advocacy Commissions Office	7	7.00	6	5.00
Employment Relations Board	13	13.00	14	14.00
Government Ethics Commission	15	13.63	15	15.00
Governor, Office of the	67	67.00	68	67.75
Liquor and Cannabis Commission, Oregon	384	379.28	410	401.01
Public Employees Retirement System	466	445.40	441	435.97

2025-27 BUDGET HIGHLIGHTS UPDATE

	2023-25		2025-27	
	Legislatively Approved Positions	FTE	Legislatively Approved Positions	FTE
Public Records Advocate, Office of the	2	2.00	2	2.00
Racing Commission	14	10.39	14	10.39
Revenue, Dept of	1,166	1,088.75	1,159	1,097.45
Secretary of State	268	254.65	269	263.27
State Library	42	39.76	42	40.01
State Treasurer	221	212.74	245	236.02
Administration Total	3,666	3,522.88	3,710	3,604.20
LEGISLATIVE BRANCH				
Indian Services, Commission on	3	3.00	3	3.00
Legislative Administration	83	80.71	87	83.46
Legislative Assembly	333	253.77	335	254.44
Legislative Counsel	65	58.04	65	58.58
Legislative Fiscal Office	27	27.00	29	28.46
Legislative Policy and Research Office	84	60.46	84	63.14
Legislative Revenue Office	8	7.88	8	8.00
Legislative Branch Total	603	490.86	611	499.08
State of Oregon Total Positions and FTE	50,194	47,822.05	51,099	49,247.91

APPENDIX E

SUMMARY OF EXPENDITURES

NOTES

- Special purpose appropriations (SPAs) to the Emergency Board that were allocated to specific agencies during the 2023-25 biennium are included within the agency General Fund budgets in the 2023-25 legislatively approved column. SPAs for specific agencies for the 2025-27 biennium are not included within the agency General Fund budgets in the 2025-27 legislatively adopted column but are included in the legislatively adopted amount appropriated to the Emergency Board and will be displayed under the Emergency Board until allocated to the specific agency. However, some of the SPAs included in the 2025-27 legislatively adopted budget were allocated to agencies by the Emergency Board during the interim, as well as in the 2025 first special session and 2026 regular session, and are now included in the 2025-27 legislatively approved column for those agencies.
- The 2023-25 legislatively approved amounts represent all expenditures as modified and authorized by bills approved during the 2024 regular session and 2024 first special session, through Emergency Board actions for the 2023-25 biennium, and by 2023-25 budget adjustments addressed during the 2025 and 2026 sessions. The 2025-27 legislatively approved amounts represent all expenditures as modified and authorized by bills approved during the 2025 regular session, 2025 first special session, and 2026 regular session, as well as through 2025-27 Emergency Board actions.
- The legislatively approved budgets also include certain administrative actions taken by the Department of Administrative Services approving increases to Other Funds Nonlimited (NL) and Federal Funds through February 2026.

	2021-23 Actuals	2023-25 Legislatively Approved	2025-27 Current Service Level	2025-27 Legislatively Adopted	2025-27 Legislatively Approved
EDUCATION					
Higher Education Coordinating Commission					
General Fund	154,341,916	141,545,979	130,829,615	135,966,575	140,469,806
Other Funds	60,897,689	200,579,751	80,428,998	168,413,953	169,182,347
Other Funds NL	667	875,000	600,000	600,000	600,000
Federal Funds	87,314,709	136,448,359	145,846,780	145,776,909	146,207,797
Federal Funds NL	10,326,444	20,536,302	20,536,302	20,536,302	20,536,302
Total Expenditures	\$312,881,425	\$499,985,391	\$378,241,695	\$471,293,739	\$476,996,252
State Support for Public Universities					
General Fund	1,418,498,125	1,564,950,206	1,653,673,513	1,646,217,702	1,642,757,032
Lottery Funds	98,218,972	87,696,093	115,186,151	101,747,410	101,747,410
Other Funds	470,476,317	369,190,904	8,778,959	470,671,854	536,473,759
Other Funds NL	152,019,947	435,879,271	190,279,651	190,279,651	188,900,446
Federal Funds NL	4,008,152	4,008,153	3,899,000	7,798,000	3,899,000
Total Expenditures	\$2,143,221,513	\$2,461,724,627	\$1,971,817,274	\$2,416,714,617	\$2,473,777,647
State Support for Community Colleges					
General Fund	776,310,341	891,047,117	956,399,535	953,493,586	953,843,905
Lottery Funds	11,833,541	11,821,800	11,683,799	9,516,710	9,516,710

2025-27 BUDGET HIGHLIGHTS UPDATE

	2021-23 Actuals	2023-25 Legislatively Approved	2025-27 Current Service Level	2025-27 Legislatively Adopted	2025-27 Legislatively Approved
EDUCATION					
Other Funds	68,324,008	49,518,492	11,426,523	31,811,523	31,796,523
Other Funds NL	-	16,871,413	-	-	-
Total Expenditures	\$856,467,890	\$969,258,822	\$979,509,857	\$994,821,819	\$995,157,138
State Support for Oregon Health and Science University (OHSU)					
General Fund	152,549,728	164,367,507	170,048,688	170,648,688	170,648,688
Other Funds	31,485,870	7,328,750	-	-	-
Other Funds NL	2,629,726	3,441,830	3,317,168	3,317,168	3,317,168
Total Expenditures	\$186,665,324	\$175,138,087	\$173,365,856	\$173,965,856	\$173,965,856
Oregon Opportunity Grant Program					
General Fund	147,924,447	166,276,003	250,348,131	231,671,200	231,671,200
Lottery Funds	27,678,489	101,500,000	75,323,069	94,000,000	94,000,000
Other Funds	15,657,938	44,123,997	3,700,000	3,700,000	3,700,000
Total Expenditures	\$191,260,874	\$311,900,000	\$329,371,200	\$329,371,200	\$329,371,200
Early Learning and Care, Department of					
General Fund	-	593,748,845	748,869,431	740,922,513	708,294,465
Other Funds	-	472,868,598	496,548,378	461,548,861	496,151,292
Federal Funds	-	390,133,739	249,626,020	247,070,498	316,070,568
Total Expenditures	-	\$1,456,751,182	\$1,495,043,829	\$1,449,541,872	\$1,520,516,325
Education, Department of					
General Fund	1,158,794,688	766,980,258	799,748,525	820,075,948	823,105,710
Lottery Funds	-	3,227,390	8,693,643	77,957,096	75,246,559
Other Funds	2,062,316,247	3,075,580,546	3,112,653,897	3,018,485,885	3,026,254,388
Other Funds NL	138,222,439	165,171,224	164,071,224	164,071,224	164,071,224
Federal Funds	2,333,343,837	1,732,422,057	1,038,800,691	1,039,403,984	1,041,186,250
Federal Funds NL	517,272,546	540,463,419	540,463,419	540,463,419	540,463,419
Total Expenditures	\$6,209,949,757	\$6,283,844,894	\$5,664,431,399	\$5,660,457,556	\$5,670,327,550
State School Fund					
General Fund	7,861,224,323	8,727,184,335	9,860,133,424	9,868,987,525	9,898,509,751
Lottery Funds	650,508,965	638,737,863	625,259,443	606,501,675	584,162,579
Other Funds	756,401,823	834,077,802	874,049,823	883,953,490	876,770,360
Total Expenditures	\$9,268,135,111	\$10,200,000,000	\$11,359,442,690	\$11,359,442,690	\$11,359,442,690
Teacher Standards and Practices Commission					
General Fund	1,127,899	3,005,295	769,493	769,493	792,385
Other Funds	13,641,555	18,273,044	16,400,133	18,321,306	17,589,031
Total Expenditures	\$14,769,454	\$21,278,339	\$17,169,626	\$19,090,799	\$18,381,416
EDUCATION PROGRAM AREA TOTAL					
General Fund	11,670,771,467	13,019,105,545	14,570,820,355	14,568,753,230	14,570,092,942
Lottery Funds	788,239,967	842,983,146	836,146,105	889,722,891	864,673,258
Other Funds	3,479,201,447	5,071,541,884	4,603,986,711	5,056,906,872	5,157,917,700
Other Funds NL	292,872,779	622,238,738	358,268,043	358,268,043	356,888,838
Federal Funds	2,420,658,546	2,259,004,155	1,434,273,491	1,432,251,391	1,503,464,615
Federal Funds NL	531,607,142	565,007,874	564,898,721	568,797,721	564,898,721
Total	\$19,183,351,348	\$22,379,881,342	\$22,368,393,426	\$22,874,700,148	\$23,017,936,074

	2021-23 Actuals	2023-25 Legislatively Approved	2025-27 Current Service Level	2025-27 Legislatively Adopted	2025-27 Legislatively Approved
HUMAN SERVICES					
Blind, Commission for the					
General Fund	5,977,652	8,497,650	8,884,498	9,522,624	9,795,831
Other Funds	580,046	1,140,387	1,148,422	1,149,704	1,155,454
Federal Funds	18,638,377	21,136,863	21,905,414	22,158,954	22,748,408
Total Expenditures	\$25,196,075	\$30,774,900	\$31,938,334	\$32,831,282	\$33,699,693
Health Authority, Oregon					
General Fund	3,229,382,026	5,776,289,779	8,098,770,085	6,298,550,852	6,363,117,387
Lottery Funds	18,685,848	29,624,256	42,528,319	38,154,546	38,021,480
Other Funds	10,001,913,037	11,124,827,193	8,988,052,916	12,018,663,521	11,858,703,946
Other Funds NL	25,661,390	47,255,920	40,000,000	40,000,000	40,000,000
Federal Funds	17,532,852,359	20,733,316,231	19,804,278,713	23,365,295,252	23,028,305,260
Federal Funds NL	75,407,236	102,729,051	118,138,409	118,138,409	118,138,409
Total Expenditures	\$30,883,901,896	\$37,814,042,430	\$37,091,768,442	\$41,878,802,580	\$41,446,286,482
Human Services, Department of					
General Fund	4,403,113,388	6,287,082,252	7,360,946,449	7,456,846,684	7,782,052,458
Other Funds	847,413,070	1,268,881,493	1,270,539,464	1,304,300,928	1,360,094,683
Federal Funds	7,883,531,296	9,507,403,461	10,384,460,891	10,862,261,107	11,224,178,357
Federal Funds NL	4,793,396,288	3,681,868,127	3,381,868,127	3,381,868,127	3,381,868,127
Total Expenditures	\$17,927,454,042	\$20,745,235,333	\$22,397,814,931	\$23,005,276,846	\$23,748,193,625
Long-Term Care Ombudsman					
General Fund	10,603,753	13,833,416	14,294,236	16,316,659	16,852,756
Other Funds	888,985	1,635,044	1,345,139	1,345,953	1,382,850
Total Expenditures	\$11,492,738	\$15,468,460	\$15,639,375	\$17,662,612	\$18,235,606
Psychiatric Security Review Board					
General Fund	\$3,756,569	\$4,672,439	\$5,157,441	\$5,434,554	\$5,607,044
HUMAN SERVICES PROGRAM AREA					
General Fund	7,652,833,388	12,090,375,536	15,488,052,709	13,786,671,373	14,177,425,476
Lottery Funds	18,685,848	29,624,256	42,528,319	38,154,546	38,021,480
Other Funds	10,850,795,138	12,396,484,117	10,261,085,941	13,325,460,106	13,221,336,933
Other Funds NL	25,661,390	47,255,920	40,000,000	40,000,000	40,000,000
Federal Funds	25,435,022,032	30,261,856,555	30,210,645,018	34,249,715,313	34,275,232,025
Federal Funds NL	4,868,803,524	3,784,597,178	3,500,006,536	3,500,006,536	3,500,006,536
Total	\$48,851,801,320	\$58,610,193,562	\$59,542,318,523	\$64,940,007,874	\$65,252,022,450

	2021-23 Actuals	2023-25 Legislatively Approved	2025-27 Current Service Level	2025-27 Legislatively Adopted	2025-27 Legislatively Approved
PUBLIC SAFETY					
Corrections, Department of					
General Fund	1,068,533,490	2,295,313,680	2,617,283,154	2,589,765,111	2,686,528,191
Other Funds	1,091,576,379	167,216,627	50,587,178	124,988,984	130,621,848
Federal Funds	5,810,000	2,420,249	2,167,665	2,167,665	2,167,665
Total Expenditures	\$2,165,919,869	\$2,464,950,556	\$2,670,037,997	\$2,716,921,760	\$2,819,317,704
Criminal Justice Commission					
General Fund	121,868,436	139,468,384	83,929,850	156,872,465	157,278,327
Lottery Funds	460,935	603,177	628,510	628,510	628,510
Other Funds	43,003,134	61,348,502	10,430,222	156,236,264	156,244,867
Federal Funds	6,244,004	13,375,225	14,458,203	15,085,177	15,144,803
Total Expenditures	\$171,576,509	\$214,795,288	\$109,446,785	\$328,822,416	\$329,296,507
District Attorneys					
General Fund	\$15,304,988	\$18,463,050	\$19,531,454	\$21,055,127	\$21,489,489
Emergency Management, Department of					
General Fund	39,256,625	37,727,184	33,213,038	34,222,173	35,329,869
Other Funds	76,096,971	189,764,049	182,910,269	196,716,938	218,446,978
Federal Funds	521,354,454	1,569,105,200	1,096,885,190	1,098,558,605	1,099,310,910
Total Expenditures	\$636,708,050	\$1,796,596,433	\$1,313,008,497	\$1,329,497,716	\$1,353,087,757
Fire Marshal, Department of the State					
General Fund	-	99,244,943	32,921,013	51,851,757	73,387,627
Other Funds	-	70,662,942	39,955,687	66,888,532	77,899,476
Federal Funds	-	999,769	629,349	629,548	629,548
Total Expenditures	-	\$170,907,654	\$73,506,049	\$119,369,837	\$151,916,651
Justice, Department of					
General Fund	175,815,614	209,638,533	174,584,102	210,730,879	214,592,630
Other Funds	381,554,282	530,545,951	506,617,970	568,002,717	582,986,940
Federal Funds	194,487,736	223,221,269	225,240,413	223,137,929	227,933,785
Total Expenditures	\$751,857,632	\$963,405,753	\$906,442,485	\$1,001,871,525	\$1,025,513,355
Military Department, Oregon					
General Fund	42,510,840	43,223,652	44,697,192	50,065,469	50,041,445
Other Funds	100,051,433	36,009,845	22,731,160	41,460,544	42,970,770
Federal Funds	295,092,676	177,494,198	161,798,908	221,798,821	226,153,076
Total Expenditures	\$437,654,949	\$256,727,695	\$229,227,260	\$313,324,834	\$319,165,291
Parole and Post-Prison Supervision, Board of					
General Fund	10,126,834	14,027,372	14,071,985	18,122,125	19,043,931
Other Funds	841	12,696	13,229	13,229	13,229
Total Expenditures	\$10,127,675	\$14,040,068	\$14,085,214	\$18,135,354	\$19,057,160
Police, Department of State					
General Fund	536,205,975	489,654,737	543,434,373	545,740,627	560,095,771
Lottery Funds	9,809,628	9,751,741	12,788,536	11,883,330	12,280,565
Other Funds	287,216,610	185,910,427	131,846,544	142,974,977	147,354,939
Federal Funds	9,449,040	18,128,380	14,732,217	16,643,621	16,704,034
Total Expenditures	\$842,681,253	\$703,445,285	\$702,801,670	\$717,242,555	\$736,435,309

	2021-23 Actuals	2023-25 Legislatively Approved	2025-27 Current Service Level	2025-27 Legislatively Adopted	2025-27 Legislatively Approved
PUBLIC SAFETY					
Public Defense Commission					
General Fund	433,471,652	594,333,409	624,416,420	684,849,999	687,189,208
Other Funds	15,540,114	20,451,178	20,769,678	40,578,258	39,754,088
Total Expenditures	\$449,011,766	\$614,784,587	\$645,186,098	\$725,428,257	\$726,943,296
Public Safety Standards and Training, Department of					
General Fund	9,107,624	9,907,300	8,789,990	12,018,584	12,018,584
Other Funds	56,765,070	73,787,695	80,550,492	87,889,689	90,660,744
Federal Funds	6,685,398	7,652,537	7,967,812	7,967,812	7,989,331
Total Expenditures	\$72,558,092	\$91,347,532	\$97,308,294	\$107,876,085	\$110,668,659
Youth Authority, Oregon					
General Fund	251,200,913	418,256,560	463,271,308	476,661,539	476,907,773
Other Funds	140,718,655	35,124,430	8,360,503	38,705,061	39,997,518
Federal Funds	27,388,961	46,844,302	45,651,006	45,889,317	46,189,064
Total Expenditures	\$419,308,529	\$500,225,292	\$517,282,817	\$561,255,917	\$563,094,355
PUBLIC SAFETY PROGRAM AREA					
General Fund	2,703,402,991	4,369,258,804	4,660,143,879	4,851,955,855	4,993,902,845
Lottery Funds	10,270,563	10,354,918	13,417,046	12,511,840	12,909,075
Other Funds	2,192,523,489	1,370,834,342	1,054,772,932	1,464,455,193	1,526,951,397
Federal Funds	1,066,512,269	2,059,241,129	1,569,530,763	1,631,878,495	1,642,222,216
Total	\$5,972,709,312	\$7,809,689,193	\$7,297,864,620	\$7,960,801,383	\$8,175,985,533

	2021-23 Actuals	2023-25 Legislatively Approved	2025-27 Current Service Level	2025-27 Legislatively Adopted	2025-27 Legislatively Approved
JUDICIAL BRANCH					
Judicial Department					
General Fund	622,417,382	802,500,709	845,529,574	894,805,060	941,354,377
Other Funds	69,842,961	393,508,341	47,935,032	167,906,600	162,725,002
Other Funds NL	-	12,009,843	-	-	-
Federal Funds	2,531,337	4,737,986	1,727,199	5,408,623	5,648,666
Total Expenditures	\$694,791,680	\$1,212,756,879	\$895,191,805	\$1,068,120,283	\$1,109,728,045
Judicial Fitness and Disability, Commission on					
General Fund	\$299,098	\$501,660	\$393,639	\$647,635	\$698,976
JUDICIAL BRANCH PROGRAM AREA					
General Fund	622,716,480	803,002,369	845,923,213	895,452,695	942,053,353
Other Funds	69,842,961	393,508,341	47,935,032	167,906,600	162,725,002
Other Funds NL	-	12,009,843	-	-	-
Federal Funds	2,531,337	4,737,986	1,727,199	5,408,623	5,648,666
Total	\$695,090,778	\$1,213,258,539	\$895,585,444	\$1,068,767,918	\$1,110,427,021

	2021-23 Actuals	2023-25 Legislatively Approved	2025-27 Current Service Level	2025-27 Legislatively Adopted	2025-27 Legislatively Approved
ECONOMIC AND COMMUNITY DEVELOPMENT					
Business Development Department, Oregon					
General Fund	445,946,186	316,925,064	117,196,666	227,383,983	219,047,536
Lottery Funds	133,568,697	177,900,283	161,488,203	198,941,181	202,684,340
Other Funds	260,257,066	1,253,893,843	425,422,980	1,136,964,158	1,236,459,825
Other Funds NL	130,263,514	386,936,198	376,439,773	414,465,773	401,439,773
Federal Funds	49,801,034	143,411,322	70,687,471	283,071,658	286,685,346
Total Expenditures	\$1,019,836,497	\$2,279,066,710	\$1,151,235,093	\$2,260,826,753	\$2,346,316,820
Employment Department					
General Fund	33,941,652	5,767,819	-	-	-
Other Funds	229,168,063	425,276,313	475,441,638	501,255,337	521,402,489
Other Funds NL	1,094,856,806	3,482,550,560	3,853,268,759	3,853,268,759	3,853,268,759
Federal Funds	263,929,613	208,606,201	198,703,316	192,375,924	198,418,573
Federal Funds NL	1,091,595,352	69,308,000	43,444,000	43,444,000	43,444,000
Total Expenditures	\$2,713,491,486	\$4,191,508,893	\$4,570,857,713	\$4,590,344,020	\$4,616,533,821
Housing and Community Services Department					
General Fund	895,578,308	849,290,422	319,440,521	802,124,212	734,598,061
Lottery Funds	25,217,808	29,707,030	40,500,992	43,110,880	43,110,880
Other Funds	881,142,751	1,363,954,044	503,774,659	1,392,508,315	1,608,193,709
Other Funds NL	655,142,461	889,491,711	698,423,571	698,423,571	698,423,571
Federal Funds	654,910,055	404,102,240	166,892,298	349,206,332	455,680,789
Federal Funds NL	166,409,347	192,408,399	185,102,399	185,102,399	185,102,399
Total Expenditures	\$3,278,400,730	\$3,728,953,846	\$1,914,134,440	\$3,470,475,709	\$3,725,109,409
Veterans' Affairs, Department of					
General Fund	7,947,203	9,795,850	10,386,032	10,174,378	10,442,333
Lottery Funds	17,928,443	22,903,358	21,435,312	23,689,467	24,305,173
Other Funds	105,002,123	143,525,696	142,132,485	155,556,210	163,415,493
Other Funds NL	273,376,471	316,125,000	265,878,769	266,310,183	266,310,183
Federal Funds	524,738	3,932,620	1,961,694	4,123,106	4,291,147
Total Expenditures	\$404,778,978	\$496,282,524	\$441,794,292	\$459,853,344	\$468,764,329
ECONOMIC AND COMMUNITY DEVELOPMENT PROGRAM AREA					
General Fund	1,383,413,349	1,181,779,155	447,023,219	1,039,682,573	964,087,930
Lottery Funds	176,714,948	230,510,671	223,424,507	265,741,528	270,100,393
Other Funds	1,475,570,003	3,186,649,896	1,546,771,762	3,186,284,020	3,529,471,516
Other Funds NL	2,153,639,252	5,075,103,469	5,194,010,872	5,232,468,286	5,219,442,286
Federal Funds	969,165,440	760,052,383	438,244,779	828,777,020	945,075,855
Federal Funds NL	1,258,004,699	261,716,399	228,546,399	228,546,399	228,546,399
Total	\$7,416,507,691	\$10,695,811,973	\$8,078,021,538	\$10,781,499,826	\$11,156,724,379

2025-27 BUDGET HIGHLIGHTS UPDATE

	2021-23 Actuals	2023-25 Legislatively Approved	2025-27 Current Service Level	2025-27 Legislatively Adopted	2025-27 Legislatively Approved
NATURAL RESOURCES					
Agriculture, Department of					
General Fund	75,001,221	57,988,648	40,620,844	47,855,799	51,530,746
Lottery Funds	10,491,201	9,323,768	9,924,467	10,014,286	10,377,416
Other Funds	90,737,302	98,011,827	99,227,688	105,388,854	109,086,039
Federal Funds	16,097,385	24,616,353	19,220,464	23,782,039	24,125,387
Total Expenditures	\$192,327,109	\$189,940,596	\$168,993,463	\$187,040,978	\$195,119,588
Columbia River Gorge Commission					
General Fund	\$1,377,034	\$2,502,980	\$1,729,687	\$1,552,807	\$1,681,262
Energy, Department of					
General Fund	99,490,660	61,635,512	11,006,002	15,857,214	14,930,518
Lottery Funds	3,022,567	1,439,160	-	-	-
Other Funds	39,492,867	154,233,658	40,554,198	105,998,395	113,482,700
Other Funds NL	30,622,277	29,356,709	25,162,407	25,162,407	25,162,407
Federal Funds	2,699,640	40,910,310	22,392,421	79,079,581	79,329,460
Total Expenditures	\$175,328,011	\$287,575,349	\$99,115,028	\$226,097,597	\$232,905,085
Environmental Quality, Department of					
General Fund	106,936,680	92,793,335	83,625,020	87,044,798	91,248,369
Lottery Funds	6,263,230	6,812,996	7,038,076	7,052,786	7,279,355
Other Funds	225,035,739	326,233,694	329,977,392	349,921,298	358,470,544
Other Funds NL	126,307,831	293,551,800	272,471,975	362,631,975	362,631,975
Federal Funds	21,407,829	69,463,861	44,036,857	164,556,330	165,664,453
Total Expenditures	\$485,951,309	\$788,855,686	\$737,149,320	\$971,207,187	\$985,294,696
Fish and Wildlife, Department of					
General Fund	74,319,235	70,865,965	66,620,522	80,203,228	78,521,669
Lottery Funds	6,886,493	7,253,227	10,003,606	9,872,554	10,143,065
Other Funds	194,731,818	292,692,770	275,850,199	311,230,055	318,926,361
Federal Funds	131,357,078	223,951,064	209,506,907	209,492,023	214,726,487
Total Expenditures	\$407,294,624	\$594,763,026	\$561,981,234	\$610,797,860	\$622,317,582
Forestry, Department of					
General Fund	282,485,996	444,606,693	157,480,636	184,563,975	270,479,574
Lottery Funds	2,564,201	2,557,080	2,558,120	1,986,913	1,986,913
Other Funds	383,063,337	716,346,911	390,788,707	448,516,737	537,541,954
Other Funds NL	-	7,004,119	-	-	-
Federal Funds	28,185,123	81,911,546	56,752,010	85,110,060	96,827,003
Total Expenditures	\$696,298,657	\$1,252,426,349	\$607,579,473	\$720,177,685	\$906,835,444
Geology and Mineral Industries, Department of					
General Fund	5,955,423	9,844,208	8,722,685	10,611,332	11,446,686
Other Funds	6,087,655	8,491,135	7,520,530	20,087,153	20,494,444
Federal Funds	4,651,819	5,663,435	5,988,729	5,988,729	6,094,781
Total Expenditures	\$16,694,897	\$23,998,778	\$22,231,944	\$36,687,214	\$38,035,911
Land Conservation and Development, Department of					
General Fund	25,183,788	50,842,495	38,379,997	49,533,762	50,206,460
Other Funds	1,554,241	20,347,520	9,229,191	12,898,404	17,490,300
Federal Funds	4,473,537	14,034,680	9,706,699	14,049,024	18,868,393
Total Expenditures	\$31,211,566	\$85,224,695	\$57,315,887	\$76,481,190	\$86,565,153

	2021-23 Actuals	2023-25 Legislatively Approved	2025-27 Current Service Level	2025-27 Legislatively Adopted	2025-27 Legislatively Approved
NATURAL RESOURCES					
Land Use Board of Appeals					
General Fund	2,595,218	3,220,309	3,459,019	3,459,899	3,640,417
Other Funds	12,229	38,019	39,616	39,616	39,616
Total Expenditures	\$2,607,447	\$3,258,328	\$3,498,635	\$3,499,515	\$3,680,033
Marine Board					
Other Funds	28,641,245	36,057,643	35,408,466	36,894,678	38,495,508
Federal Funds	5,110,240	6,993,480	7,322,061	7,022,955	7,036,377
Total Expenditures	\$33,751,485	\$43,051,123	\$42,730,527	\$43,917,633	\$45,531,885
Parks and Recreation Department					
General Fund	2,333,866	8,590,960	8,476,750	6,726,750	5,071,340
Lottery Funds	110,353,350	170,037,598	167,979,222	205,855,941	202,118,198
Other Funds	157,628,197	174,406,164	145,090,322	152,034,347	172,158,326
Federal Funds	8,642,075	21,868,180	19,444,665	28,783,142	28,839,831
Total Expenditures	\$278,957,488	\$374,902,902	\$340,990,959	\$393,400,180	\$408,187,695
State Lands, Department of					
General Fund	123,060,000	4,002,152	-	442,576	246,375
Other Funds	53,209,130	78,064,069	42,370,516	91,961,197	94,264,210
Other Funds NL	14,913,221	19,052,461	20,749,534	20,749,534	20,749,534
Federal Funds	2,477,678	6,130,888	2,565,522	4,442,918	6,549,472
Total Expenditures	\$193,660,029	\$107,249,570	\$65,685,572	\$117,596,225	\$121,809,591
Water Resources Department					
General Fund	64,196,283	89,987,280	80,870,715	100,967,253	103,735,215
Lottery Funds	6,976,595	14,102,838	24,352,512	21,605,821	20,040,871
Other Funds	38,535,738	179,881,877	125,603,884	143,273,083	145,825,025
Other Funds NL	-	9,193,097	-	-	-
Federal Funds	972,372	2,153,385	2,190,179	2,190,179	2,204,348
Total Expenditures	\$110,680,988	\$295,318,477	\$233,017,290	\$268,036,336	\$271,805,459
Watershed Enhancement Board, Oregon					
General Fund	29,218,032	40,770,232	-	2,739,667	2,766,582
Lottery Funds	93,945,955	116,197,727	119,644,452	120,065,359	120,403,089
Other Funds	2,262,698	45,819,445	4,050,459	45,526,847	80,713,410
Federal Funds	34,926,210	56,787,165	36,831,423	61,591,577	61,728,557
Total Expenditures	\$160,352,895	\$259,574,569	\$160,526,334	\$229,923,450	\$265,611,638
NATURAL RESOURCES PROGRAM AREA					
General Fund	892,153,436	937,650,769	500,991,877	591,559,060	685,505,213
Lottery Funds	240,503,592	327,724,394	341,500,455	376,453,660	372,348,907
Other Funds	1,220,992,196	2,130,624,732	1,505,711,168	1,823,770,664	2,006,988,437
Other Funds NL	171,843,329	358,158,186	318,383,916	408,543,916	408,543,916
Federal Funds	261,000,986	554,484,347	435,957,937	686,088,557	711,994,549
Total	\$2,786,493,539	\$4,308,642,428	\$3,102,545,353	\$3,886,415,857	\$4,185,381,022

2025-27 BUDGET HIGHLIGHTS UPDATE

	2021-23 Actuals	2023-25 Legislatively Approved	2025-27 Current Service Level	2025-27 Legislatively Adopted	2025-27 Legislatively Approved
TRANSPORTATION					
Aviation, Department of					
General Fund	1,653,073	2,448,406	-	-	-
Other Funds	9,943,134	25,698,091	25,516,705	29,034,957	29,382,094
Federal Funds	6,474,379	20,733,526	5,392,769	16,839,200	16,858,839
Total Expenditures	\$18,070,586	\$48,880,023	\$30,909,474	\$45,874,157	\$46,240,933
Transportation, Department of					
General Fund	74,908,610	80,930,280	52,729,158	52,661,026	52,679,426
Lottery Funds	121,580,406	135,204,750	144,229,808	128,031,158	128,031,158
Other Funds	4,645,901,308	5,898,606,156	5,383,836,797	5,659,156,664	5,861,432,345
Other Funds NL	4,749,230	786,354,030	18,000,000	18,000,000	314,115,506
Federal Funds	107,303,554	193,450,141	201,929,984	207,778,705	209,101,201
Federal Funds NL	19,500,655	18,764,647	17,933,514	17,933,514	17,933,514
Total Expenditures	\$4,973,943,763	\$7,113,310,004	\$5,818,659,261	\$6,083,561,067	\$6,583,293,150
TRANSPORTATION PROGRAM AREA					
General Fund	76,561,683	83,378,686	52,729,158	52,661,026	52,679,426
Lottery Funds	121,580,406	135,204,750	144,229,808	128,031,158	128,031,158
Other Funds	4,655,844,442	5,924,304,247	5,409,353,502	5,688,191,621	5,890,814,439
Other Funds NL	4,749,230	786,354,030	18,000,000	18,000,000	314,115,506
Federal Funds	113,777,933	214,183,667	207,322,753	224,617,905	225,960,040
Federal Funds NL	19,500,655	18,764,647	17,933,514	17,933,514	17,933,514
Total	\$4,992,014,349	\$7,162,190,027	\$5,849,568,735	\$6,129,435,224	\$6,629,534,083

	2021-23 Actuals	2023-25 Legislatively Approved	2025-27 Current Service Level	2025-27 Legislatively Adopted	2025-27 Legislatively Approved
CONSUMER AND BUSINESS SERVICES					
Accountancy, Board of					
Other Funds	\$2,264,706	\$3,074,589	\$3,387,935	\$4,448,690	\$4,541,415
Chiropractic Examiners, Board of					
Other Funds	\$1,955,692	\$2,661,824	\$2,926,904	\$2,519,633	\$2,570,017
Construction Contractors Board					
Other Funds	\$17,472,891	\$19,950,763	\$21,497,189	\$23,432,028	\$24,142,872
Consumer and Business Services, Department of					
General Fund	4,638,263	12,810,728	1,904,174	4,548,958	4,582,280
Other Funds	356,763,760	449,062,404	363,310,733	512,683,580	471,776,034
Other Funds NL	162,620,314	186,737,806	186,673,095	186,737,806	186,737,806
Federal Funds	126,498,930	136,584,313	17,774,527	131,116,861	196,075,693
Total Expenditures	\$650,521,267	\$785,195,251	\$569,662,529	\$835,087,205	\$859,171,813
Dentistry, Board of					
Other Funds	\$3,620,918	\$4,427,096	\$5,017,169	\$4,725,139	\$4,838,872
Health-Related Licensing Boards					
Mortuary and Cemetery Board					
Other Funds	\$2,735,214	\$3,215,327	\$3,493,101	\$3,562,677	\$3,656,732
Naturopathic Medicine					
Other Funds	\$1,056,997	\$1,218,030	\$1,285,177	\$1,183,835	\$1,213,199
Occupational Therapy Licensing					
Other Funds	\$585,917	\$755,948	\$816,273	\$801,490	\$818,164
Medical Imaging					
Other Funds	\$1,425,402	\$1,623,421	\$1,762,177	\$1,847,695	\$1,891,497
Speech-Language Pathology and Audiology					
Other Funds	\$1,068,097	\$1,303,466	\$1,359,733	\$1,349,603	\$1,376,976
Veterinary Medical Examining					
Other Funds	\$1,213,794	\$1,819,139	\$1,952,330	\$1,948,744	\$2,007,202
Health-Related Licensing Boards Total					
Other Funds	\$8,085,421	\$9,935,331	\$10,668,791	\$10,694,044	\$10,963,770
Labor and Industries, Bureau of					
General Fund	37,111,513	34,002,114	34,594,538	37,828,209	39,123,829
Lottery Funds	202,834	316,222	307,006	307,006	313,904
Other Funds	12,849,290	22,127,472	23,361,958	40,239,771	41,674,276
Other Funds NL	235,751	938,700	938,700	938,700	938,700
Federal Funds	1,486,593	3,122,531	2,715,926	2,313,802	2,369,136
Total Expenditures	\$51,885,981	\$60,507,039	\$61,918,128	\$81,627,488	\$84,419,845
Medical Board, Oregon					
Other Funds	\$15,055,077	\$19,272,417	\$20,085,410	\$20,967,892	\$21,492,198

	2021-23 Actuals	2023-25 Legislatively Approved	2025-27 Current Service Level	2025-27 Legislatively Adopted	2025-27 Legislatively Approved
CONSUMER AND BUSINESS SERVICES					
Mental Health Regulatory Agency					
General Fund	210,133	-	-	-	-
Other Funds	4,704,788	6,208,269	6,683,706	7,351,536	7,549,079
Total Expenditures	\$4,914,921	\$6,208,269	\$6,683,706	\$7,351,536	\$7,549,079
Nursing, Board of					
Other Funds	\$21,881,048	\$26,556,362	\$29,229,166	\$30,971,892	\$31,792,918
Pharmacy, Board of					
Other Funds	\$9,086,439	\$11,391,000	\$12,594,688	\$14,387,474	\$14,719,811
Public Utility Commission					
Other Funds	51,343,720	65,505,686	69,861,874	78,777,898	80,827,263
Other Funds NL	53,205,771	54,829,960	54,834,396	54,834,396	54,834,396
Federal Funds	964,634	1,292,424	1,444,341	1,510,497	1,566,875
Total Expenditures	\$105,514,125	\$121,628,070	\$126,140,611	\$135,122,791	\$137,228,534
Real Estate Agency					
Other Funds	\$9,914,221	\$14,691,991	\$16,391,518	\$15,926,038	\$16,283,982
Social Workers, Board of Licensed					
Other Funds	\$2,261,952	\$2,819,682	\$2,953,193	\$3,149,985	\$3,255,902
Tax Practitioners, Board of					
Other Funds	\$1,194,525	\$1,162,920	\$1,260,712	\$1,362,887	\$1,482,711
CONSUMER AND BUSINESS SERVICES PROGRAM AREA					
General Fund	41,959,909	46,812,842	36,498,712	42,377,167	43,706,109
Lottery Funds	202,834	316,222	307,006	307,006	313,904
Other Funds	518,454,448	658,847,806	589,230,946	771,638,487	737,911,120
Other Funds NL	216,061,836	242,506,466	242,446,191	242,510,902	242,510,902
Federal Funds	128,950,157	140,999,268	21,934,794	134,941,160	200,011,704
Total	\$905,629,184	\$1,089,482,604	\$890,417,649	\$1,191,774,722	\$1,224,453,739

2025-27 BUDGET HIGHLIGHTS UPDATE

	2021-23 Actuals	2023-25 Legislatively Approved	2025-27 Current Service Level	2025-27 Legislatively Adopted	2025-27 Legislatively Approved
ADMINISTRATION					
Administrative Services, Department of					
General Fund	662,644,061	309,508,992	11,883,866	90,786,780	108,080,211
Lottery Funds	26,603,095	51,554,972	57,901,293	57,322,071	57,322,071
Other Funds	1,355,191,105	1,586,946,162	1,334,269,889	1,727,860,163	2,298,493,780
Other Funds NL	190,527,559	375,951,620	226,535,333	218,313,544	218,313,544
Federal Funds	3,016,134,503	181,426,435	-	165,284,328	166,390,063
Total Expenditures	\$5,251,100,323	\$2,505,388,181	\$1,630,590,381	\$2,259,566,886	\$2,848,599,669
Advocacy Commissions Office					
General Fund	1,692,591	2,238,291	1,685,008	1,979,618	1,860,966
Other Funds	9,841	10,253	10,685	25,432	25,432
Total Expenditures	\$1,702,432	\$2,248,544	\$1,695,693	\$2,005,050	\$1,886,398
Employment Relations Board					
General Fund	3,254,151	3,618,203	3,882,449	4,120,622	4,241,227
Other Funds	2,562,238	2,941,298	3,075,897	3,254,533	3,349,401
Total Expenditures	\$5,816,389	\$6,559,501	\$6,958,346	\$7,375,155	\$7,590,628
Government Ethics Commission					
Other Funds	\$3,023,863	\$5,698,983	\$5,818,459	\$7,129,553	\$7,308,308
Governor, Office of the					
General Fund	18,797,215	23,569,345	32,265,664	32,101,138	32,883,569
Lottery Funds	3,366,264	4,923,010	5,286,477	5,213,172	5,402,757
Other Funds	3,019,693	4,408,651	4,787,822	5,300,619	5,489,911
Total Expenditures	\$25,183,172	\$32,901,006	\$42,339,963	\$42,614,929	\$43,776,237
Liquor and Cannabis Commission, Oregon					
Other Funds	\$450,504,425	\$384,031,348	\$403,032,555	\$420,334,841	\$421,058,872
Public Employees Retirement System					
General Fund	17,250,000	-	-	-	-
Lottery Funds	15,091,192	28,527,388	28,527,388	41,287,102	41,287,102
Other Funds	160,709,008	177,462,596	150,788,954	180,147,745	187,949,420
Other Funds NL	12,782,575,667	13,629,684,257	15,243,591,683	15,243,591,683	15,243,591,683
Total Expenditures	\$12,975,625,867	\$13,835,674,241	\$15,422,908,025	\$15,465,026,530	\$15,472,828,205
Public Records Advocate, Office of the					
Other Funds	-	\$1,030,967	\$1,172,941	\$1,180,141	\$1,204,723
Racing Commission, Oregon					
Other Funds	\$7,169,552	\$7,482,263	\$7,988,147	\$7,693,187	\$7,815,202
Revenue, Department of					
General Fund	238,599,023	248,753,054	274,479,712	272,987,879	280,663,990
Other Funds	270,179,837	187,084,346	186,375,353	172,392,390	173,898,461
Total Expenditures	\$508,778,860	\$435,837,400	\$460,855,065	\$445,380,269	\$454,562,451

2025-27 BUDGET HIGHLIGHTS UPDATE

	2021-23 Actuals	2023-25 Legislatively Approved	2025-27 Current Service Level	2025-27 Legislatively Adopted	2025-27 Legislatively Approved
ADMINISTRATION					
Secretary of State					
General Fund	19,720,149	24,899,548	20,817,032	26,945,965	31,440,160
Other Funds	77,315,042	97,793,249	101,931,451	102,241,132	109,708,498
Federal Funds	4,877,510	5,300,327	5,202,599	5,213,012	5,241,670
Total Expenditures	\$101,912,701	\$127,993,124	\$127,951,082	\$134,400,109	\$146,390,328
State Library					
General Fund	4,533,021	5,095,768	5,421,047	5,414,587	5,660,927
Other Funds	7,137,546	9,083,535	9,815,584	9,759,557	10,144,363
Federal Funds	7,778,650	5,401,406	5,738,385	5,738,385	5,816,270
Total Expenditures	\$19,449,217	\$19,580,709	\$20,975,016	\$20,912,529	\$21,621,560
Treasurer, State					
Other Funds	101,287,702	135,300,127	146,476,502	158,605,339	162,974,191
Other Funds NL	172,124	6,882,511	4,067,299	4,067,299	4,067,299
Total Expenditures	\$101,459,826	\$142,182,638	\$150,543,801	\$162,672,638	\$167,041,490
ADMINISTRATION PROGRAM AREA					
General Fund	966,490,211	617,683,201	350,434,778	434,336,589	464,831,050
Lottery Funds	45,060,551	85,005,370	91,715,158	103,822,345	104,011,930
Other Funds	2,438,109,852	2,599,273,778	2,355,544,239	2,795,924,632	3,389,420,562
Other Funds NL	12,973,275,350	14,012,518,388	15,474,194,315	15,465,972,526	15,465,972,526
Federal Funds	3,028,790,663	192,128,168	10,940,984	176,235,725	177,448,003
Total	\$19,451,726,627	\$17,506,608,905	\$18,282,829,474	\$18,976,291,817	\$19,601,684,071

2025-27 BUDGET HIGHLIGHTS UPDATE

	2021-23 Actuals	2023-25 Legislatively Approved	2025-27 Current Service Level	2025-27 Legislatively Adopted	2025-27 Legislatively Approved
LEGISLATIVE BRANCH					
Indian Services, Commission on					
General Fund	906,198	1,361,741	1,417,653	1,418,518	1,508,638
Other Funds	372	7,604	7,604	7,604	7,604
Total Expenditures	\$906,570	\$1,369,345	\$1,425,257	\$1,426,122	\$1,516,242
Legislative Administration					
General Fund	284,501,154	99,775,119	119,342,267	113,153,287	120,748,094
Other Funds	26,022,904	227,990,277	2,208,547	5,981,956	7,488,155
Other Funds NL	203,888	3,310,906	480,000	480,000	480,000
Total Expenditures	\$310,727,946	\$331,076,302	\$122,030,814	\$119,615,243	\$128,716,249
Legislative Assembly					
General Fund	61,263,416	76,462,887	82,384,128	82,230,481	85,838,440
Other Funds	-	173,805	157,741	157,741	157,741
Other Funds NL	18,939	150,000	150,000	150,000	150,000
Total Expenditures	\$61,282,355	\$76,786,692	\$82,691,869	\$82,538,222	\$86,146,181
Legislative Counsel					
General Fund	17,015,693	21,695,313	22,464,145	22,454,653	24,440,232
Other Funds	1,267,402	2,429,570	2,648,391	2,680,921	2,803,228
Other Funds NL	617,579	698,820	729,634	729,634	729,634
Total Expenditures	\$18,900,674	\$24,823,703	\$25,842,170	\$25,865,208	\$27,973,094
Legislative Fiscal Office					
General Fund	7,059,391	9,602,798	10,418,582	10,424,555	11,063,514
Other Funds	3,711,670	5,338,078	5,783,501	5,783,501	5,993,986
Total Expenditures	\$10,771,061	\$14,940,876	\$16,202,083	\$16,208,056	\$17,057,500
Legislative Policy and Research Office					
General Fund	\$15,870,697	\$22,569,811	\$22,938,732	\$24,058,157	\$25,615,320
Legislative Revenue Office					
General Fund	\$3,389,050	\$4,462,474	\$4,740,226	\$4,741,325	\$5,044,568
LEGISLATIVE BRANCH PROGRAM AREA					
General Fund	390,005,599	235,930,143	263,705,733	258,480,976	274,258,806
Other Funds	31,002,348	235,939,334	10,805,784	14,611,723	16,450,714
Other Funds NL	840,406	4,159,726	1,359,634	1,359,634	1,359,634
Total	\$421,848,353	\$476,029,203	\$275,871,151	\$274,452,333	\$292,069,154

2025-27 BUDGET HIGHLIGHTS UPDATE

	2021-23 Actuals	2023-25 Legislatively Approved	2025-27 Current Service Level	2025-27 Legislatively Adopted	2025-27 Legislatively Approved
MISCELLANEOUS					
Emergency Board					
General Fund	-	-	50,000,000	100,000,000	83,379,636
General Fund – SPAs	-	-	-	701,182,349	261,190,193
Total Expenditures	-	-	\$50,000,000	\$801,182,349	\$344,569,829
MISCELLANEOUS PROGRAM TOTAL					
General Fund	-	-	50,000,000	801,182,349	344,569,829
Total	-	-	\$50,000,000	\$801,182,349	\$344,569,829
Special Purpose Appropriations					
State Employee Compensation Changes				300,000,000	-
Non-State Employee Compensation Changes				75,000,000	-
Oregon Health Authority and Department of Human Services – Caseload Costs				100,000,000	100,000,000
Natural Disaster Prevention, Preparedness, Response, and Recovery				150,000,000	82,175,214
Department of Veterans' Affairs – Construction of a Veterans' Home in Roseburg				35,000,000	35,000,000
Department of Forestry – Fire Protection Expenses				24,000,000	11,832,630
Higher Education Coordination Commission – Southern Oregon University				-	15,000,000
Oregon State Police – BM 114 and SB 243 Implementation				12,182,349	12,182,349
Oregon Health Authority – Oregon State Hospital				5,000,000	5,000,000
SPA Totals				\$701,182,349	\$261,190,193

	2021-23 Actuals	2023-25 Legislatively Approved	2025-27 Current Service Level	2025-27 Legislatively Adopted	2025-27 Legislatively Approved
STATE OF OREGON TOTAL EXPENDITURES					
General Fund	26,400,308,513	33,384,977,050	37,266,323,633	37,323,112,893	37,513,112,979
Lottery Funds	1,401,258,709	1,661,723,727	1,693,268,404	1,814,744,974	1,790,410,105
Other Funds	26,932,336,324	33,968,008,477	27,385,198,017	34,295,149,918	35,639,987,820
Other Funds NL	15,838,943,572	21,160,304,766	21,646,662,971	21,767,123,307	22,048,833,608
Federal Funds	33,426,409,363	36,446,687,658	34,330,577,718	39,369,914,189	39,687,057,673
Federal Funds NL	6,677,916,020	4,630,086,098	4,311,385,170	4,315,284,170	4,311,385,170
Total Expenditures	\$110,677,172,501	\$131,251,787,776	\$126,633,415,913	\$138,885,329,451	\$140,990,787,355

STATE OF OREGON TOTAL EXPENDITURES					
General Fund	26,400,308,513	33,384,977,050	37,266,323,633	37,323,112,893	37,513,112,979
Lottery Funds	1,401,258,709	1,661,723,727	1,693,268,404	1,814,744,974	1,790,410,105
Other Funds	42,771,279,896	55,128,313,243	49,031,860,988	56,062,273,225	57,688,821,428
Federal Funds	40,104,325,383	41,076,773,756	38,641,962,888	43,685,198,359	43,998,442,843
Total Expenditures	\$110,677,172,501	\$131,251,787,776	\$126,633,415,913	\$138,885,329,451	\$140,990,787,355

APPENDIX F

ENACTED MEASURES WITH A BUDGETARY EFFECT

**Enacted Measures with a Budgetary Effect
2025-27 Legislatively Approved Budget (2026 Session)**

State Agency	Primary Agency Budget Measures	Other 2025 Session Measures with a Budgetary Effect	2026 Session Measures with a Budgetary Effect
Advocacy Commissions Office	SB 5501	HB 5006	HB 5204
Board of Accountancy	HB 5001	HB 5006	HB 5204
Board of Chiropractic Examiners	SB 5507	HB 5006	HB 5204
Board of Dentistry	SB 5512	HB 5006	HB 5204
Board of Licensed Social Workers	HB 5018	HB 5006	HB 5204
Board of Nursing	HB 5023	HB 5006	HB 5204
Board of Parole and Post-Prison Supervision	HB 5027	HB 5006	HB 5204
Board of Pharmacy	HB 5028	HB 5006	HB 5204
Board of Tax Practitioners	SB 5540	HB 5006	HB 5204
Bureau of Labor and Industries	HB 5015	HB 5006; HB 2688; SB 968; SB 1168	HB 5204
Columbia River Gorge Commission	SB 5508	HB 5006	HB 5204
Commission for the Blind	HB 5003	HB 5006	HB 5204
Commission on Indian Services	HB 5016	HB 5006	HB 5204
Commission on Judicial Fitness and Disability	HB 5013	HB 5006	HB 5204
Construction Contractors Board	SB 5509	HB 5006	HB 5204
Criminal Justice Commission	HB 5005	HB 5006	HB 5204
Department of Administrative Services	HB 5002	HB 5006; SB 5506; HB 2316; SB 494; HB 3992 (ss)	HB 5204; SB 5702; SB 1501
Department of Agriculture	SB 5502	HB 5006	HB 5204
Department of Aviation	SB 5504	HB 5006; SB 5506	HB 5204; SB 5702
Department of Consumer and Business Services	SB 5511	HB 5006; HB 3243; SB 829	HB 5204
Department of Corrections	HB 5004	HB 5006; SB 5506; HB 2555	HB 5204
Department of Early Learning and Care	SB 5514	HB 5006	HB 5204
Department of Education	SB 5515	HB 5006; HB 5047; HB 2508; SB 141	HB 5204
Department of Education – State School Fund	SB 5516	HB 5006	HB 5204

State Agency	Primary Agency Budget Measures	Other 2025 Session Measures with a Budgetary Effect	2026 Session Measures with a Budgetary Effect
Department of Emergency Management	SB 5517	HB 5006	HB 5204; HB 4033
Department of Energy	SB 5518	HB 5006	HB 5204
Department of Environmental Quality	SB 5520	HB 5006; HB 2169	HB 5204; HB 4100; HB 4144
Department of Fish and Wildlife	HB 5009	HB 5006; SB 5506	HB 5204
Department of Forestry	SB 5521	HB 5006; SB 5506; HB 3349	HB 5204; SB 5702
Department of Geology and Mineral Industries	HB 5010	HB 5006	HB 5204
Department of Human Services	SB 5526	HB 5006; SB 136; SB 296; SB 692; SB 739	HB 5204
Department of Justice	HB 5014	HB 5006; SB 163	HB 5204
Department of Land Conservation and Development	SB 5528	HB 5006; HB 2138; HB 2258; SB 504	HB 5204
Department of Public Safety Standards and Training	HB 5032	HB 5006; SB 5506	HB 5204
Department of Revenue	SB 5536	HB 5006; HB 3506	HB 5204; HB 4016
Department of State Lands	SB 5539	HB 5006	HB 5204
Department of State Police	HB 5029	HB 5006; SB 5506	HB 5204
Department of the State Fire Marshal	SB 5538	HB 5006	HB 5204
Department of Transportation	SB 5541	HB 5006; HB 3992 (ss)	HB 5204
Department of Veterans' Affairs	HB 5038	HB 5006; SB 5506	HB 5204; SB 5702; HB 4132
District Attorneys	SB 5513	HB 5006	HB 5204
Emergency Board	HB 5006	HB 5025; HB 3992 (ss)	HB 5204
Employment Department	HB 5007	HB 5006	HB 5204
Employment Relations Board	HB 5008	HB 5006	HB 5204
Government Ethics Commission	SB 5522	HB 5006	HB 5204; HB 4177 (veto)
Health-Related Licensing Boards	SB 5524	HB 5006	HB 5204
Higher Education Coordinating Commission	SB 5525	HB 5006; SB 5506; HB 2548; HB 2947	HB 5204; SB 5702
Housing and Community Services Department	HB 5011	HB 5006; SB 5506; HB 3145; HB 3589; HB 3792; SB 51; SB 684	HB 5204; SB 5702; HB 4036
Judicial Department	HB 5012	HB 5006; HB 2712; SB 95	HB 5204
Land Use Board of Appeals	SB 5529	HB 5006	HB 5204

State Agency	Primary Agency Budget Measures	Other 2025 Session Measures with a Budgetary Effect	2026 Session Measures with a Budgetary Effect
Legislative Administration	HB 5016	HB 5006	HB 5204
Legislative Assembly	HB 5016	HB 5006	HB 5204
Legislative Counsel	HB 5016	HB 5006	HB 5204
Legislative Fiscal Office	HB 5016	HB 5006	HB 5204
Legislative Policy and Research Office	HB 5016	HB 5006; HB 3992 (ss)	HB 5204
Legislative Revenue Office	HB 5016	HB 5006	HB 5204
Long-Term Care Ombudsman	HB 5020	HB 5006	HB 5204
Marine Board	HB 5021	HB 5006	HB 5204
Mental Health Regulatory Agency	SB 5532	HB 5006	HB 5204
Office of the Governor	SB 5523	HB 5006; HB 2069	HB 5204
Oregon Business Development Department	HB 5024	HB 5006; HB 2337	HB 5204; HB 4061; HB 4062; HB 4086
Oregon Health Authority	HB 5025	HB 5006; SB 5506; HB 2005; HB 2015; HB 2024; HB 2059; HB 2292; HB 3064; HB 3321; HB 3506; SB 163; SB 296; SB 537; SB 598; SB 692; SB 739; SB 842	HB 5204
Oregon Liquor and Cannabis Commission	HB 5019	HB 5006	HB 5204
Oregon Medical Board	HB 5022	HB 5006; SB 476	HB 5204
Oregon Military Department	SB 5533	HB 5006; SB 5506; SB 807	HB 5204
Oregon Racing Commission	HB 5035	HB 5006	HB 5204
Oregon Watershed Enhancement Board	HB 5039	HB 5006; HB 5040	HB 5204
Oregon Youth Authority	HB 5041	HB 5006; SB 5506; HB 2677	HB 5204
Parks and Recreation Department	HB 5026	HB 5006	HB 5204; SB 5702
Psychiatric Security Review Commission	HB 5030	HB 5006	HB 5204
Public Defense Commission	HB 5031	HB 5006; HB 2005	HB 5204
Public Employees Retirement System	SB 5534	HB 5006; HB 2728	HB 5204
Public Records Advocate	SB 5535	HB 5006	HB 5204
Public Utility Commission	HB 5034	HB 5006; HB 2065; HB 2066; HB 3148; HB 3179; SB 688	HB 5204
Real Estate Agency	HB 5036	HB 5006	HB 5204

State Agency	Primary Agency Budget Measures	Other 2025 Session Measures with a Budgetary Effect	2026 Session Measures with a Budgetary Effect
Secretary of State	SB 5537	HB 5006; HB 3992 (ss)	HB 5204; HB 4018
State Library	HB 5017	HB 5006	HB 5204
State Treasurer	SB 5542	HB 5006	HB 5204
Teacher Standards and Practices Commission	HB 5037	HB 5006	HB 5204
Water Resources Department	SB 5543	HB 5006; HB 3544; HB 3806	HB 5204

Note:

ss: 2025 first special session