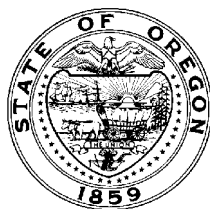


# **Budget Highlights**

## **Legislatively Adopted 1999-2001 Budget**



**Legislative Fiscal Office**

August 1999

LEGISLATIVE FISCAL OFFICE

MIKE STINSON  
LEGISLATIVE FISCAL OFFICER

PEGGY ARCHER  
DALLAS WEYAND  
DEPUTY FISCAL OFFICER



H-178, State Capitol  
Salem, Oregon 97310

Business - (503) 986-1826  
FAX - (503) 373-7807

August 26, 1999

To the Members of the Seventieth Legislative Assembly:

The Legislative Fiscal Office staff has prepared a summary of the Legislatively Adopted Budget for the 1999-01 biennium. This report is intended to provide a summary of the major budget action taken by the 1999 Legislative Assembly, and as such it will not answer every question you may have. A detailed analysis of the 1999-01 Legislatively Adopted Budget by agency and program will be completed and distributed to all legislative members by the end of September, 1999.

I hope you find this report useful. Please call if you have further questions.

Sincerely,

Mike Stinson  
Legislative Fiscal Officer

## LEGISLATIVE FISCAL OFFICE

Michael J. Stinson – Legislative Fiscal Officer.....	986-1832
Legislative Branch and statewide numbers	
Peggy Archer – Deputy Legislative Fiscal Officer.....	986-1837
Department of Human Services	
Dallas G. Weyand II - Deputy Legislative Fiscal Officer.....	986-1834
Constitutional Offices	
Darlene Johnson – Executive Assistant.....	986-1829
June Barber – Administrative Support Specialist.....	986-1819

### *Senior & Principal Legislative Analysts and Assignments - Budget*

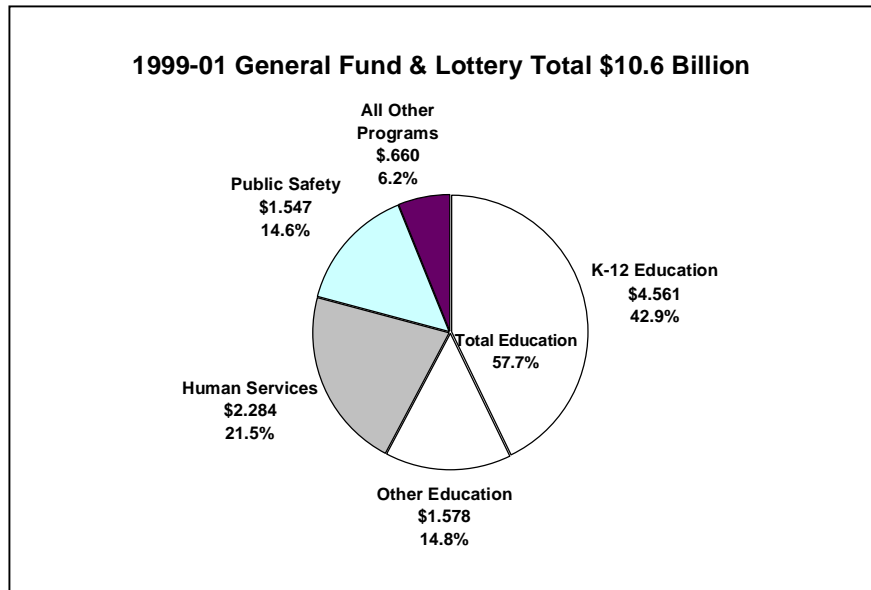
Georgene Bailey.....	986-1842
Administration	
Sheila Baker.....	986-1838
Children’s Programs	
Steve Bender.....	986-1816
Higher Education	
John Britton.....	986-1836
Department of Human Services	
Susan Jordan.....	986-1835
Transportation and Parks	
Robin LaMonte.....	986-1845
Economic Development and Judicial Branch	
Sue MacGlashan.....	986-1817
K-12 Education	
Larry Niswender.....	986-1839
Public Safety	
Ken Rocco.....	986-1844
Natural Resources	

### *Legislative Analysts and Assignments - Fiscal Impact & Program Review*

Rick Olsen.....	986-1840
Human Services and Natural Resources	
Adrienne Sexton.....	986-1841
Administration, Economic Development and Education	
Paul Siebert.....	986-1843
Public Safety and Transportation	

# LFO Summary of 1999-01 Legislatively Adopted Budget

## General Fund and Lottery Spending



The 1999-01 Legislatively Adopted Budget includes General Fund and Lottery spending in the amount of \$10.631 billion. This represents an increase of \$1.239 billion or 13.2 percent over 1997-99 estimated expenditures. However, a complete picture of the growth provided in the adopted budget requires the inclusion of specific non-General Fund or Lottery resources which essentially replace or augment General Fund and Lottery spending. These additional sources include:

- increased transfer from the Common School Fund for K-12 formula distribution, \$50 million;
- increased local K-12 resources, \$38.5 million;
- SB 622 technology payments for K-12 education, \$50 million;
- increased use of federal Temporary Assistance to Needy Families (TANF) funds as General Fund backfill, \$40 million;
- SB 1284 Transportation Reinvestment Account loan proceeds, \$15 million; and
- Lottery-backed revenue bond issuance, \$193 million (spending limitation provided in the amount of \$166 million).

All of these resources are above 1997-99 spending levels except that \$150 million of Lottery-backed education bonds were issued in 1997-99. Inclusion of these new discretionary resources with the General Fund and Lottery reported above produces total 1999-01 spending of \$10.991 billion, an increase of \$1.448 billion or 15.2 percent over 1997-99.

Although most of the tables in this document reference the Governor's original budget recommendations, during the course of the 1999 legislative session, the Governor modified that budget to increase proposed K-12 spending by \$400 million to a total of \$4.950 billion. Initially, retaining anticipated personal taxpayer "kicker" payments and increasing corporate income taxes would have funded the proposed increase. Subsequently, the Governor modified his recommendation to substitute most of the revenue sources ultimately used by the legislature, but he also included use of anticipated tobacco settlement funds.

The legislatively adopted budget does not rely on any utilization of the tobacco settlement funds. Instead, the legislature referred a proposal to the voters to place these monies in a Health Security Fund with dedicated purpose expenditure of interest proceeds. Assuming voter approval, distribution and expenditure of the accrued interest is not anticipated until the 2001-03 biennium.

The legislatively adopted budget also accommodated the distribution of “kicker” payments to personal income taxpayers. The distribution is currently estimated at \$167 million, 4.57 percent of 1998 tax liability.

The table below compares the legislatively adopted General Fund and Lottery budget with 1997-99 estimated expenditures and the original Governor’s recommended budget.

### 1999-01 General Fund & Lottery Spending

(Dollars in Millions)<sup>1</sup>

	1997-99 Estimated	1999-01 Governor <sup>2</sup>	1999-01 Legislative
<i><b>Education</b></i>			
<b>K - 12</b>	4,205.0	4,498.0	4,561.0
<b>Higher Education<sup>3</sup></b>	721.3	823.4	860.9
<b>Community Colleges</b>	396.7	432.3	431.2
<b>All Other Education</b>	232.2	282.5	286.5
<b>Total Education</b>	5,555.2	6,036.2	6,139.6
<i><b>Human Services</b></i>			
<b>Oregon Health Plan</b>	552.0	708.4	711.3
<b>All Other Human Services</b>	1,372.2	1,610.9	1,572.9
<b>Total Health &amp; Human Services</b>	1,924.2	2,319.3	2,284.2
<i><b>Public Safety</b></i>	1,324.7	1,574.5	1,547.2
<i><b>Natural Resources</b></i>	160.5	240.5	234.6
<i><b>All Other Programs<sup>4</sup></b></i>	428.1	516.5	425.8
<b>Total Expenditures</b>	9,392.7	10,687.0	10,631.4

<sup>1</sup> Amounts may not add due to rounding

<sup>2</sup> Governor's original December 1998 budget

<sup>3</sup> Includes Oregon Health Sciences University

<sup>4</sup> Final SAIF payment (\$80 million) made in 1997-99 rather than 1999-01 as proposed by the Governor

As previously indicated, certain fungible Other and Federal Fund resources augmented the total discretionary budget adopted by the legislature for the 1999-01 biennium. These additional resources are reflected in the following table:

**1999-01 Discretionary Spending <sup>1</sup>**  
(Dollars in Millions)<sup>2</sup>

	1997-99 Estimated	1999-01 Governor <sup>3</sup>	1999-01 Legislative
<b>Education</b>			
K - 12	4,355.0	4,548.0	4,811.5
Higher Education <sup>4</sup>	721.3	823.4	860.9
Community Colleges	396.7	432.3	431.2
All Other Education	<u>232.2</u>	<u>282.5</u>	<u>286.5</u>
<b>Total Education</b>	5,705.2	6,086.2	6,390.1
<b>Human Services</b>			
Oregon Health Plan	552.0	708.4	711.3
All Other Human Services	<u>1,372.2</u>	<u>1,610.9</u>	<u>1,612.9</u>
<b>Total Health &amp; Human Services</b>	1,924.2	2,319.3	2,324.2
<b>Public Safety</b>	1,324.7	1,574.5	1,547.2
<b>Natural Resources</b>	160.5	240.5	234.6
<b>All Other Programs <sup>5/6</sup></b>	428.1	606.5	495.1
<b>Total Expenditures</b>	<u>9,542.7</u>	<u>10,827.0</u>	<u>10,991.2</u>

<sup>1</sup> General Fund, Lottery, and selected fungible Other and Federal Funds

<sup>2</sup> Amounts may not add due to rounding

<sup>3</sup> Governor's original December 1998 budget

<sup>4</sup> Includes Oregon Health Sciences University

<sup>5</sup> Final SAIF payment (\$80 million) made in 1997-99 rather than 1999-01 as proposed by the Governor

<sup>6</sup> 1999-01 Lottery Bond expenditure limitation \$55.3 million, issuance authority equals \$81 million

Allocation of the discretionary spending growth among programs generally mirrors the historical pattern of post Measure 5 growth occurring since 1989-91, with a few notable exceptions. Total 1999-01 discretionary spending grew by \$1.448 billion. Nearly one-third of that increase, \$457 million, went to K-12 education support. Caseload changes, phased-in mental health coverage, and inflation in the Oregon Health Plan accounted for \$159 million of the increase. Increased prison populations and community supervision costs in both adult and youth correction programs required an added \$133 million. Combined, these three programs accounted for \$749 million or more than one-half of the expenditure growth over 1997-99. Over the past five biennia, 1989-91 through 1997-99, these same three programs were responsible for nearly 80 percent of the budget growth. The declining share of budget growth allocated to these programs in the legislatively adopted 1999-01 budget allowed for alternate investments which represent the "notable exceptions" referenced above.

The single largest beneficiary of the revised expenditure prioritization is higher education. Adjusted for transfers to community colleges, the \$143 million increase in state support for higher education represents a 23 percent increase over 1997-99.

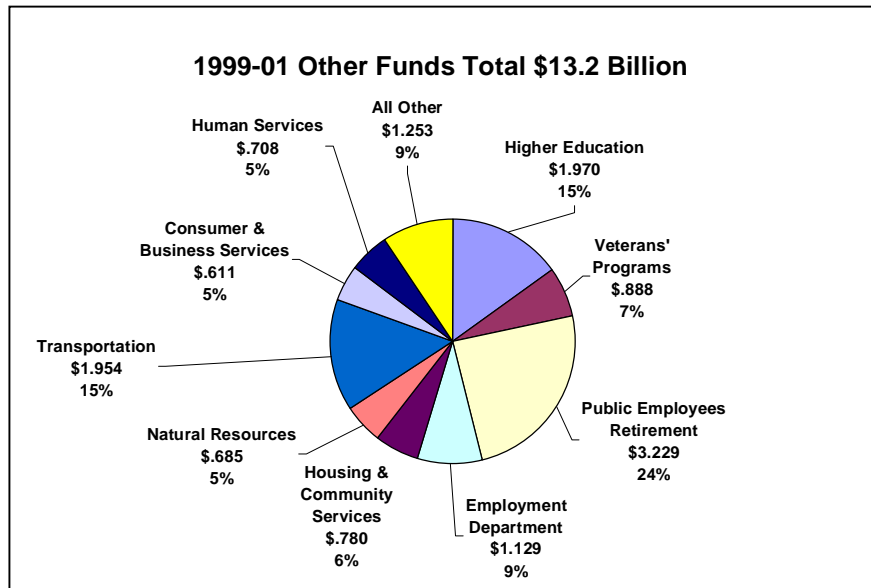
Non-Oregon Health Plan programs in the Department of Human Services also received significant increases. Caseload increases, rebasing nursing home reimbursements, provider wage adjustments, and administrative equity for Area Agencies on Aging administered programs all contributed to the \$84 million increase in Senior and Disabled Services Division expenditures. Caseload growth, requirements of the federal Adoption and Safe Families Act, and early childhood intervention elements of the juvenile justice initiative explain the \$75 million increase in expenditures for children's programs. Natural resource programs grew by \$73 million representing the largest percentage growth over 1997-99, 46 percent. This was primarily the result of Measure 66 dedicating expenditure of 15 percent of Lottery proceeds to parks and salmon and stream programs. Economic Development expenditures increased by \$74 million, mostly as a result of activities financed with the proceeds of lottery-backed bonds.

The following table identifies the programs accounting for most of the increases over 1997-99 spending.

<b>1999-01 Spending Growth by Program</b>			
	<b>GF &amp; LF</b>	<b>Other</b>	<b>Total</b>
K-12 Schools	\$356	\$101	\$456
Oregon Health Plan <sup>1</sup>	159		159
Higher Education (OUS) <sup>1</sup>	143		143
Corrections & OYA	133		133
Senior & Disabled Programs	84		84
Emergency Fund/Salary adj	82		82
Natural Resources	73		73
Judicial Branch	50		50
Mental Health <sup>1</sup>	42		42
Children's Programs	35	40	75
Community Colleges <sup>1</sup>	28		28
Pre-K & Early Intervention	26		26
Oregon State Police	23		23
Economic Development	22	52	74
Transportation	3	15	18
Legislative Branch	7		7
All Other	53	2	55
SAIF payment	-80		-80
<b>Total</b>	<b>\$1,239</b>	<b>\$209</b>	<b>\$1,448</b>

<sup>1</sup> Adjusted for transfers

## Other Funds Spending



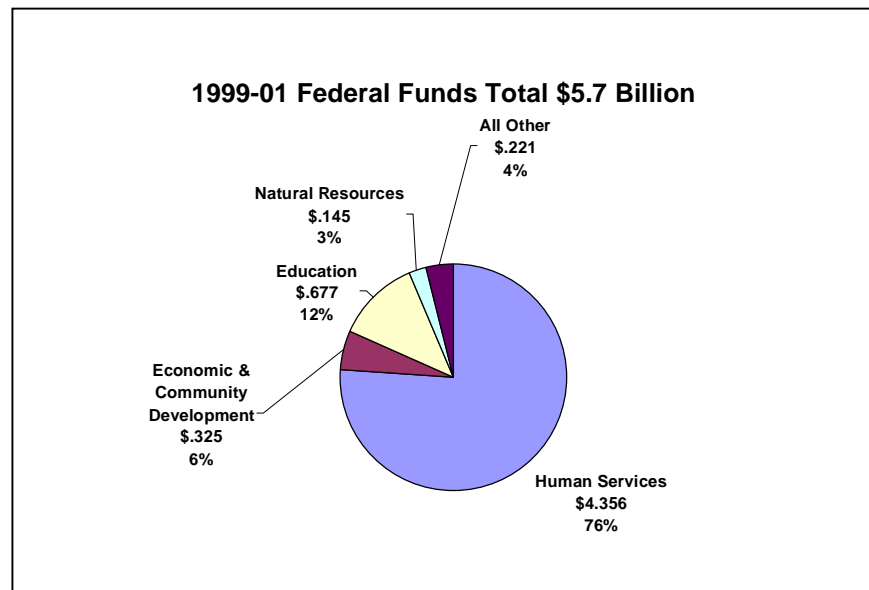
The 1999-01 Legislatively Adopted Budget provides for expenditure of \$13.2 billion of Other Funds (dedicated revenues). This amount represents an increase of \$1.025 billion or 8.4 percent over estimated 1997-99 expenditures. The major Other Funds increases are described below:

- Oregon Department of Transportation - \$398 million. This increase is comprised of \$187 million related to the tax/bonding package, \$161 million of federal TEA-21 funds expended as Other Funds, and \$50 million in bond financed local access improvements.
- Public Employee Retirement System - \$293 million. These costs represent both the increased number and value of state and local public employee retirements.
- Employment Department - \$229 million. Two factors contribute most of the Employment Department increase. The non-limited expenditures are based on the assumption that the unemployment rate will exceed 4.5 percent and will trigger extended benefits. The budget also provides \$20 million for the newly established Central Hearings Panel (HB 2525).
- Housing and Community Services - \$215 million. Increased housing loan activity financed by revenue bonds is responsible for this increase.
- Department of Corrections - \$187 million. Most of the Corrections Department increase is represented by prison construction financed by issuance of Certificates of Participation (COP's).
- Economic Development Department - \$142 million. Both Lottery-backed bonds as well as non-limited revenue bonds are reflected in this increase. Lottery-backed bonds will finance sewer, water and community infrastructure; Columbia River dredging; and state participation in a Coos Bay natural gas pipeline.

The principal Other Funds decreases contained in the 1999-01 budget are a reduction of \$638 million in the Veterans' Affairs loan program, reflecting a decline in outstanding veterans' home loans; and a reduction of \$130 million for higher education, attributable to a decline in bond financed construction activity.



## Federal Funds Spending



The 1999-01 Legislatively Adopted Budget provides for expenditure of \$5.7 billion of Federal Funds. This represents an increase of \$684 million or 13.6 percent over estimated 1997-99 expenditures. The major Federal Funds increases are described below:

- Department of Human Services - \$450 million. Nearly half (\$200 million) of the Human Services increase is attributable to increased federal match expenditures in the Oregon Health Plan (OHP) for caseload changes, program phase-in, and inflation. Other major increases include: the limitation required for the Medicare Upper Limit transfer to public nursing homes of \$60 million; expenditure of TANF funds offsetting General Fund expenses - \$40 million; receipt of Medicaid Graduate Medical Education funds for pass through to OHSU - \$36 million; non-OHP Medical Services caseload growth - \$25 million; increase in the Family Planning federal match rate - \$24 million; and full biennial receipt of CHIP program funding - \$20 million.
- Department of Education - \$83 million. Two federal programs are responsible for the Department of Education increase. Federal receipts under the Individuals with Disabilities Education Act grew by \$59 million, while the new federal class size reduction program accounted for \$23 million.
- Department of Transportation - \$43 million. The majority, \$32 million, of the ODOT increase represents the federal share of the Willamette High-Speed Rail project. The balance of the increase is mostly TEA-21 flexible funds used to assist local transit districts with capital needs.
- Office of Community College Services - \$23 million. Virtually all of this increase is additional Work Force Investment Act spending.

Significant Federal Funds decreases were recorded by three agencies. The Oregon State Police shows a \$38 million drop representing the completion of FEMA disaster recovery payments paid out in 1997-99. The Military Department Federal Funds declined by \$28 million attributable entirely to reduced construction spending. Finally, reduced welfare caseloads contributed to a \$17 million reduction in federal expenditures in the Adult and Family Services Division.

# Education

---

## Summary

The Education program area includes pre-Kindergarten, K-12, and post-secondary education. All levels of education receive significant monies from federal and other sources. Education services are generally not provided directly by state agencies. State support funds are passed through state agency budgets to school districts, education service districts (ESDs), community colleges, and the Oregon Health Sciences University public corporation (OHSU).

Because education services are provided in this manner, most non-state funds supporting education do not appear in the state budget. Funds that do not show up in the budget include property taxes that support schools, ESDs, and community colleges; and the tuition and service charges that support community colleges and OHSU. Certain other non-state funds for education do show up in the state budget, however, because they are passed through a state agency before being distributed to the ultimate user. These types of funds include Federal Funds distributed to school districts, Federal Funds to support work force training programs and distributed through the Office of Community College Services budget, and the funds that support the student loan guarantee program of the State Scholarship Commission.

Unlike other types of education, the post-secondary programs of the Oregon University System are offered directly by a state agency: the Department of Higher Education. Therefore, for the Department of Higher Education, all funds are included in the state budget. These other funds include tuition, bond funds for capital construction, grant funds (including research grants), and auxiliary activity funds that finance student housing and food services, student loan programs, bookstores, and health centers.

## K-12 Education

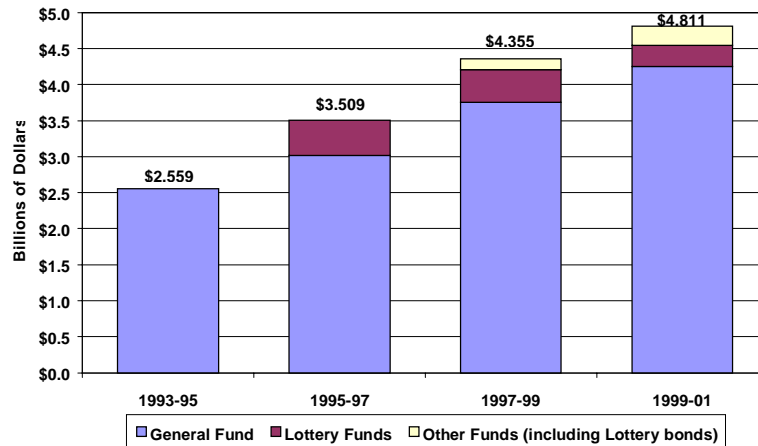
State funding for the State School Fund and for K-12 grants to school districts and Education Service Districts will total \$4.811 billion in the 1999-01 biennium. This represents an increase of \$456 million (or 10.5 percent) over the prior biennium level. The total is also \$263 million higher than the level in the Governor's printed recommended budget.

Total funding includes a \$4.250 billion General Fund appropriation, \$296 million of Lottery Fund allocation, and \$265.5 million of Other Funds. Other Funds consist of:

- \$112 million of Lottery Revenue bonds;
- \$50 million in increased transfers from the Common School Fund;
- \$50 million (including \$1.4 million to the Department of Administrative Services for schools) of proceeds from the School Technology Account established under SB 622 for advanced telecommunication services;

- \$38.5 million of increased local revenue not offset by State School Fund reductions; and an additional
- \$15 million in either General Fund or Lottery Revenue bonds. If SB 1284 (part of the transportation funding package) becomes law, the Emergency Board will allocate \$15 million of General Fund to the State School Fund. If SB 1284 fails to become law, the \$15 million will be provided from Lottery Revenue bond proceeds.

**State School Fund and K-12 Grants**



The 10.5 percent funding increase over the prior biennium compares with a 24.1 percent increase in 1997-99 and a 37.1 percent increase in 1995-97. During these two earlier biennia, however, the state increased funding to offset the decline in property taxes under the Measure 5 and Measure 50 tax limitations. This biennium, property tax collections for schools are not expected to decline. The impact of the 1999-01 biennium state support monies, along with property tax and other local funds, is to increase revenues available to schools and ESDs above the 1998-99 school year level by approximately 5.0 percent in 1999-00 and by an additional 4.3 percent in 2000-01.

Per student (weighted) spending on a statewide average is projected to be \$5,264 in 1999-00. This is a 4.6 percent increase over the statewide average of \$5,032 in 1998-99. These amounts include ESD funding.

## Post-secondary Education

The state budget supports post-secondary education through the Office of Community College Services, the Department of Higher Education, the Oregon Health Sciences University public corporation, and the State Scholarship Commission. The adopted budget includes a total of \$1.330 billion of General Fund and Lottery Fund support for post-secondary education. This is an increase of \$182.1 million (or 15.9 percent) above the 1997-99 biennium level. The budgets of the post-

secondary education agencies also include \$2.18 billion of Other and Federal Funds. These funds support various programs in the agency budgets, including:

- federally-funded programs, primarily relating to job training under the Workforce Investment Act, in the Office of Community College Services' budget;
- auxiliary, student loan and grant activities, and capital construction, in the Department of Higher Education budget; and
- federal loan guarantee programs and private donation awards in the State Scholarship Commission budget.

The preponderance of these funds – including those associated with higher education student loan, auxiliary and grant programs; and the State Scholarship Commission's loan guarantee program – are not limited by the legislature. The Other Funds-supported programs in the post-secondary education budgets are generally distinct from the state-supported programs. The exception to this is in the Department of Higher Education, where tuition is combined with state support monies to finance the education and general programs, and where state monies support activities also funded by Other Funds in the statewide public services budgets.

## **Department of Higher Education**

Funding increases for post-secondary education were focused in the Department of Higher Education. State support for the Department totals \$749 million, a \$138 million (22.7 percent) increase over the 1997-99 biennium level. Effectively, however, state support dollars will increase 25.8 percent if program shifts and state employee compensation awards of \$11.4 million are considered. The Department budget also includes \$1.97 billion of Other Funds for a total of \$2.72 billion from all fund sources.

General Fund support in the Legislatively Adopted Budget for the Department is \$103.4 million above current service level (\$109.4 million above accounting for program shifts), and \$33.5 million above the level in the Governor's printed Budget.

The budget includes the following enhancements:

- \$71 million to implement the Oregon University System's new budget model. These funds represent a general increase in state support for the educational operations of the system, and will be used to re-capitalize and restore education programs. The funds will also cushion individual campus budgets as the system transfers to a funding distribution formula that reduces the financial stability of campus budgets, allows campuses to retain their tuition revenue, and makes each campus's finances more directly dependent upon its ability to attract and retain enrollment;

- \$15.3 million to freeze the instruction fee for Oregon resident undergraduate students at existing levels for the two years of the biennium. These funds do not increase Department revenues above the current service level but instead substitute General Fund for instruction fee increases that are included in the current service level calculation. Under the current service level, the instruction fee would have increased 5.5 percent in each of the two years of the biennium. Instruction fees for nonresident undergraduate and all graduate students are budgeted to increase at the 5.5 percent per annum rate;
- \$12.85 million to expand research programs and activities at the Agricultural Experiment Station, the Extension Service, and the Forest Research Laboratory. Forty specific programs are identified for the use of these funds;
- \$5 million through the Oregon Engineering Education Investment Fund for engineering education expansions;
- \$5 million for faculty salary increases specifically to address recruitment and retention needs; and
- \$1 million to complete the Western Oregon University Library construction.

The legislature required the Department to fully implement its new budget model within the resources provided in the budget and not to come forward with rollup costs for model implementation next biennium. The Department must also serve all qualified Oregon undergraduate applicants, and act to ensure certain funding increases for all of the seven campuses. The latter requirement is specifically designed to aid smaller campuses that originally were to receive only minimal funding increases under the model as proposed by the Department.

## **Community Colleges**

State support for community college operations totals \$431.2 million, an increase of \$34.5 million (or 8.7 percent) over the prior biennium level. After accounting for program shifts, however, the effective increase is only \$28.1 million (or 7.1 percent) over prior biennium. For direct community college support, the budget includes \$2.26 million above the current service level. This compares with \$2 million above current service level that was in the Governor’s Recommended Budget. The Governor had proposed \$2 million for distance learning efforts. The legislature approved \$1 million for distance learning and \$1.26 million for other projects.

## **OHSU Public Corporation**

State grants to the Oregon Health Sciences University public corporation total \$111.9 million, an increase of \$4 million over the prior biennium. The Governor had no increase in state grant amounts. The additional funds are targeted toward increased support for nursing

and dental education programs, and for continued support of the Southwest Oregon Regional Area Health Education Centers (AHEC) program.

The legislature also approved additional funds for OHSU operations that do not directly appear in the state budget because of OHSU's status as a public corporation. These funds include \$1.1 million from the Criminal Fine and Assessment Account for the Office of Rural Health, the AHEC program, and the Oregon Poison Center. More significantly, the budget allows the University to retain all federal Medicaid passthrough payments that it can receive for Disproportionate Share Hospital (DSH) and Graduate Medical Education funds. Previously, the state had used some of OHSU's DSH capacity to support the state hospital budget. The effect of allowing OHSU to retain these passthroughs, along with the growth in Graduate Medical Education payments, will be to provide OHSU with an additional \$36 to \$44 million in net revenue above the prior biennium level.

## **State Scholarship Commission**

State funding for the State Scholarship Commission totals \$37.5 million, an increase of \$5.1 million (or 15.8 percent) over the prior biennium. The budget increases Need Grant support by \$4.3 million with funds to be received from earnings on the Education Endowment Fund. These funds were dedicated to Need Grants last biennium, and the budget uses these monies to supplement rather than substitute General Fund support of the program.

The budget also includes directions to the agency to increase award growth in the State Grant Supplemental Award program for independent college students at the same rate award monies are increased for non-sector designated Need Grant funds. The agency is also to reserve funds for community college students to ensure their equal participation in the Need Grant program with students from the other educational sectors. The result of the funding decisions and budget directives is that 98 percent of eligible students in all educational sectors are projected to receive awards.

# Human Services

---

## Summary

The Legislatively Adopted Budget for this program consists of \$2.279 billion from the General Fund, \$806.4 million in Other Funds and \$3.876 billion in Federal Funds expenditure limitation. This is a 12 percent increase over the 1997-99 expenditure level. In addition, the budget includes \$510.4 million in nonlimited expenditures for federal Food Stamp benefits and nutrition services provided through the Women, Infants and Children (WIC) program. The nine divisions and offices of the Department of Human Services (DHS) account for 98 percent of the program's expenditures.

The combined \$2.3 billion General Fund appropriation and \$5.3 million Lottery Fund expenditure limitation result in an 18.7 percent increase over 1997-99 expenditures. Reasons include:

- inflation, program phase-in and other cost increases in the Oregon Health Plan (\$160 million);
- caseload and cost-per-case growth in medical programs outside the Oregon Health Plan (\$25 million);
- increased caseload and services for the elderly and disabled (\$85 million);
- increased funding for adoptions and other services of the State Office for Services to Children and Families (\$8.2 million);
- the transfer of funding for gambling addiction from the Department of Administrative Services to DHS (\$5.2 million-lottery funds); enhanced services for Healthy Start and other early intervention programs for young children (\$11 million); and
- a special appropriation to the Emergency Board for provider wage increases (\$1.8 million)

The budget also provides funding and positions to address certification issues at the state's mental health hospitals, enhances mental health and developmental disability community treatment opportunities, and continues with the Long Range Plan to close Fairview training center by July 2000.

The expenditure limitations for Other Funds (excluding lottery proceeds) and Federal Funds increase 6 percent and 11.5 percent respectively. The Other Funds net increase of \$47 million is due to \$24 million transferred from Oregon Health Sciences University (OHSU) to obtain federal Medicaid matching funds and \$23 million resulting from a fund shift from General Fund to Other Funds in the Mental Health and Developmental Disability Services Division (MHDDSD).

Federal Funds expenditures increase a total of \$449.2 million. This is primarily the result of caseload driven increases in Medicaid and the Children's Health Insurance Program (CHIP), along with \$36 million in federal Medicaid funds that will flow through the Department of Human Services to offset graduate medical education costs at OHSU.

These increases are partially offset by decreases in the Medicaid match rate, reduced revenue from the Social Services Block Grant, and lower welfare cash assistance payments.

### **Cash Assistance caseloads continue to decline**

The budget reflects a continuing decline in the Temporary Assistance to Needy Families (TANF) Cash Assistance caseload, though at a more moderate pace than has been experienced in recent years. The adopted budget assumes an average Cash Assistance caseload of 16,092 families. This is 13.7 percent less than budgeted for 1997-99 and 63 percent lower than in 1994, when caseloads began to decline. TANF savings of \$43 million were used to replace General Fund expenditures in the State Office for Services to Children and Families, freeing the General Fund for use elsewhere in the state budget.

As part of the continuing focus on providing services that help people become self-sufficient through work, the budget includes \$5.3 million for targeted day care. The enhancement is aimed at the needs of parents who work at night, on weekends, or have other special child care needs.

### **Funding is increased for Alcohol and Drug Abuse Prevention and Treatment**

The General Fund budget for the Office of Alcohol and Drug Abuse Programs increases 53.4 percent over 1997-99 expenditures—going from \$15.2 million to \$24.1 million. Funds for alcohol and drug treatment and prevention are increased by \$10 million beyond the amount needed to maintain the 1997-99 level of services. Eight million of the increase comes from the General Fund to enhance prevention and treatment programs for high-risk youth and their families, and \$2 million is from the federal TANF block grant. The TANF funds will be used solely for addressing substance abuse prevention and treatment for persons eligible for TANF benefits.

### **Services for Children focus on adoptions and early childhood services**

The budget reflects continued growth in foster care and adoptions assistance caseloads and phased-in individualized services under the State Office for Services to Children and Families' System of Care, which tailors services to meet the unique needs of the child and family. Additional resources are added to meet requirements of the 1997 Adoption and Safe Families Act (ASFA), which mandates strict new timelines for achieving permanent placement for children in out-of-home care. The budget:

- provides \$5.8 million General Fund and \$12 million total funds to comply with ASFA;
- implements Phase 3 of the System of Care approach in the second year of the biennium, bringing implementation to 80 percent of the state;
- continues the transfer of funding and case management services for developmentally disabled children to the Mental Health and Developmental Disability Services Division (MHDDSD); and
- supplants General Fund expenditures for on-going operations with \$40 million in federal TANF funds. This frees General Fund for



use elsewhere in the budget, but leaves SCF with less flexibility to find future General Fund savings because of federal TANF maintenance of effort requirements.

Senate Bill 5548 contained the operating budgets for the Oregon Youth Authority (discussed in the Public Safety Program section) and the State Commission on Children and Families. The bill provides \$7 million (\$5.5 million General Fund) for expansion of Healthy Start services for newborns and their families and adds \$5.2 million General Fund for allocation to early childhood programs including:

- \$2.3 million for four existing and two new relief nurseries;
- \$0.7 million for three existing and five new family resource centers;
- \$1.0 million for a threefold increase in Court Assisted Special Advocates (CASA);
- \$0.4 million for development of new local First Step violence prevention programs; and
- \$0.7 million for added local and state support for the programs described above or any other expanded Commission programs.

## Oregon Health Plan

Overall, the Legislatively Adopted Budget for the Oregon Health Plan (OHP) totals \$2.615 billion. This is a 22 percent increase over 1997-99 expenditures. For the first time, an attempt was made to show all elements of the plan for a more comprehensive view of benefits and costs. Traditionally, the budget has focused only on the Medicaid benefits in the budget of the Office of Medical Assistance Programs (OMAP). The following table shows OHP costs of the various agencies involved in a broader view of the Plan.

<b>Oregon Health Plan 1999 - 01 Legislatively Adopted Budget*</b>				
<b>Agency or Division</b>	<b>General Fund</b>	<b>Other Funds</b>	<b>Federal Funds</b>	<b>Total Funds</b>
Adult & Family Services Division	5,478,516	1,337,966	7,186,293	14,002,775
St. Off. for Serv. to Children & Families	427,005	-	263,383	690,388
Mental Health Services (MHDDSD)	137,573,467	5,779,273	214,421,787	357,774,527
Senior & Disabled Services Division	725,916	-	725,916	1,451,832
Office of Medical Assistance Programs	566,657,855	309,669,666	1,339,340,946	2,215,668,467
Total Dept. of Human Services	710,862,759	316,786,905	1,561,938,325	2,589,587,989
Off. of Health Plan Policy & Research	1,311,453	1,760,971	-	3,072,424
Insurance Pool Governing Board	495,767	20,832,857	1,000,000	22,328,624
<b>Total OHP Budget*</b>	<b>712,669,979</b>	<b>339,380,733</b>	<b>1,562,938,325</b>	<b>2,614,989,037</b>

\* Includes all administrative costs of the Office of Medical Assistance Programs and Office of Health Plan Policy & Research, even though some costs of those entities are related to non-OHP services. Does not include Other Funds costs of the Department of Business and Consumer Services for the Oregon Medical Insurance Program.

The Oregon Health Plan (OHP) was spared most of the service reductions discussed widely throughout the 1999 legislative session. This was possible primarily because the use of federal funds was

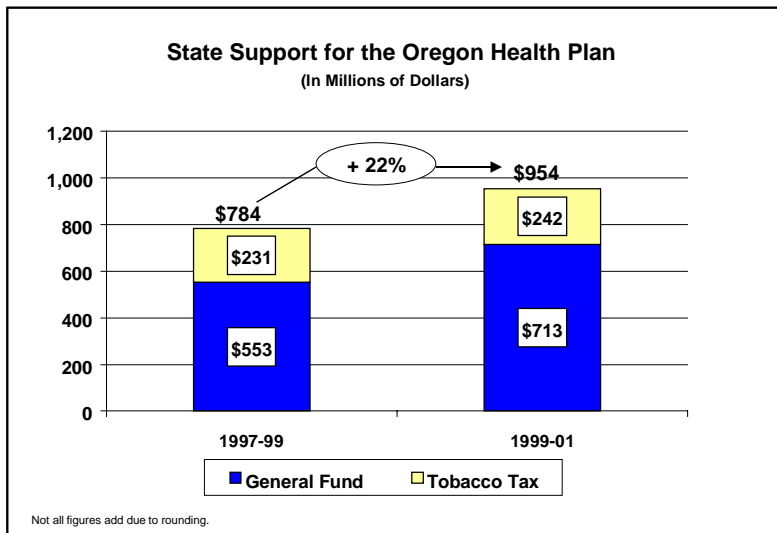
maximized in a way that freed over \$120 million in General Fund for discretionary use throughout the state budget. In the end, the adopted budget included the following OHP General Fund and tobacco tax supported program reductions:

- eliminated services between lines 574 and 564 (\$4.4 million);
- reduced the liquid assets eligibility limit from \$5,000 to \$2,000 (\$5.3 million); and
- reduced the Family Health Insurance Assistance Program (FHIAP) by \$3 million.

In addition to these program cuts, the budget was reduced to reflect expected operating efficiencies. The General Fund reductions associated with these efficiency measures include savings from:

- improving the eligibility determination process (\$14.6 million);
- documenting residency (\$0.4 million);
- adjusting treatment procedures (\$1.0 million); and
- implementing administrative efficiencies (\$0.8 million).

Numerous fund shifts, coupled with the transfer of funds for mental health services from OMAP back to MHDDSD, make it difficult to track the growth in state funding for the Health Plan. The following graph combines General Fund and tobacco tax expenditures, the two sources that represent the state’s contribution to OHP costs. It shows that, although the General Fund appropriation increases almost 29 percent, when both state sources are considered the increase is 22 percent—the same as the OHP budget overall.



The \$129.7 million increase in state support is the net result of cost increases due to inflation, a lower Medicaid match rate, and phasing-in enhancements approved by the 1997 Legislative Assembly, offset by a 1997-99 trend toward lower overall caseload growth and the efficiency measures and program cuts described above. Passage of legislation

(HB 3492) extending the temporary 10-cent per pack cigarette tax until January 1, 2002 was a significant factor in mitigating the need for further program reductions. The tax was used to:

- maintain services for Poverty Level Medical Women and their babies between 133 and 170 percent of federal poverty level (\$10.8 million);
- provide a cost of living increase for fee-for-service providers (\$5 million);
- maintain coverage for Pell Grant-eligible college students (\$3.5 million);
- maintain cost-based reimbursement for Type A hospitals (\$0.6 million); and
- offset \$2 million in General Fund expenses of the Medicaid program.

Over \$80 million of the increase in General Fund expenditures is to offset revenue reductions due to a lower federal Medicaid match rate and tobacco tax receipts that are not expected to fund the same proportion of the budget as in 1997-99. The legislature also provided \$1.0 million to support safety net clinics that have lost Medicaid revenue to managed care providers under the OHP and appropriated funds to the DHS Director's Office for Phase 1 of a plan to replace the state's antiquated Medicaid Management Information System.

## Public Safety

---

### Department of Corrections

The legislature adopted a total funds budget of \$1.026 billion, which is 41 percent above 1997-99 estimated expenditures. The General Fund budget of \$759.9 million is a 16 percent increase. The primary reasons for the increase are the phase-in of new beds at the Two Rivers Correctional Institution (TRCI) to address the projected 18 percent growth in adult inmates by July 2001 and increased debt service payments for construction of a Women's Prison and Intake Center. The legislature reduced the Governor's printed General Fund budget by \$16.3 million primarily by delayed TRCI start-up, delayed occupancy of the Snake River Correctional Institution Intensive Management Unit (IMU), reduced inflation, and reduced debt service.

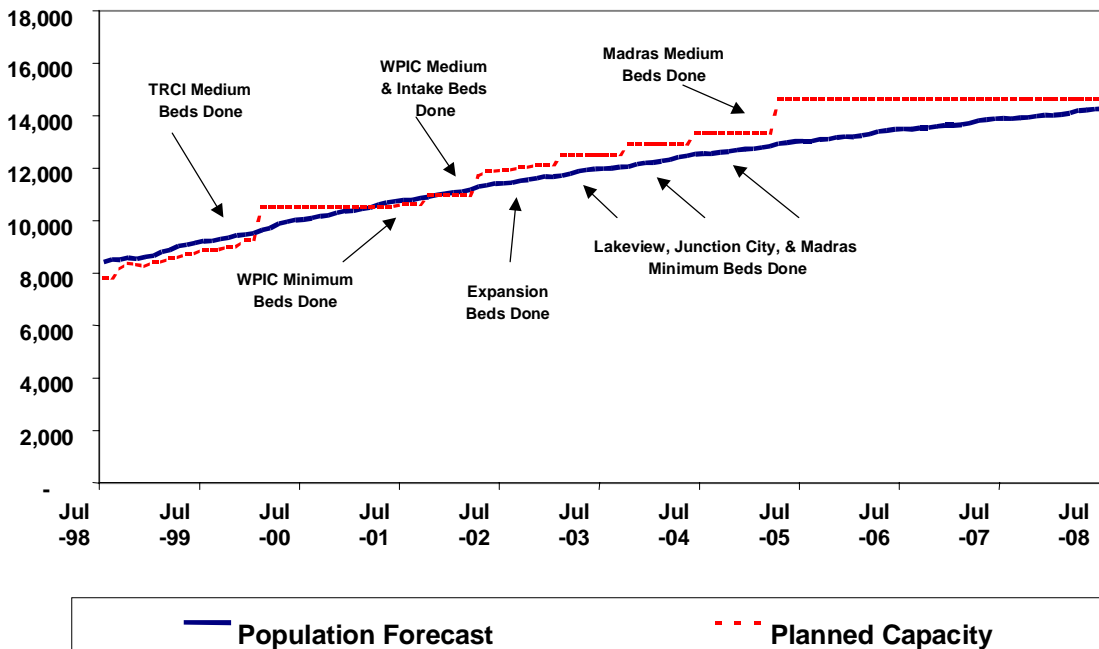
The Other Funds budget of \$252.6 million is \$187 million over 1997-99 estimated expenditures and \$161.8 million above the Governor's recommended budget. The increase to the Governor's recommended budget was primarily due to establishment of a new \$171.7 million capital construction expenditure authority for the Women's Prison and Intake Center, which was partially offset by delayed pre-construction/community development activities and inmate work program expenditure reductions.

The legislature adjusted the Governor's printed budget based on the April 1999 prison population forecast. The April 1999 forecast did not change significantly compared to the October 1998 forecast. It showed the Department's prison bed need by July 1, 2001 would be 10,809 (a 29-bed increase from the October 1998 forecast) and that SB 1145 local control populations would grow to 1,879 (a 100-bed increase from the October 1998 forecast). The legislatively adopted budget:

- phases in final Snake River Correctional Institution expansion beds (except 96 beds of the IMU) and most (1,248 of 1,632) of the TRCI new beds;
- continues funding for the operation of all other institutions and most correctional programs at levels similar to 1997-99;
- delays opening of the Women's Prison and Intake Center until the 2001-03 biennium, and provides additional funds to continue to contract with Clackamas County for intake services;
- increases SB 1145 community corrections grant base line funding by factoring in actual county impact and cost information;
- establishes a new capital construction limitation for construction of the Women's Prison and Intake Center at any site except the Dammasch Hospital site;

- provides funding for expansion of two existing minimum custody facilities, pre-construction activities at four sites, and major capital improvement projects;
- provides funding for operation of the new warehouse in Salem based on anticipated savings from spot buys;
- reserves funds with the Emergency Board to address potential population management issues resulting from prison forecast changes and newly passed crime legislation;
- delays the hiring of all new TRCI positions by one-month;
- reduces the amount of inflation for most services and supplies expenditures;
- reduces the amount of General Fund support for Inmate Work programs and eliminates 40 work crew supervisors; and
- eliminates the PERS contribution for the first six months for all new TRCI positions.

**Population Forecast Versus Planned Capacity**



The legislature also critically reviewed the Department’s prison construction program, the long-range prison construction plan, and recent construction-related audit reports. During the interim, the Department of Corrections will be re-examining designs and materials,

performing additional value engineering studies, requesting building code changes, and taking advantage of lessons learned from construction in Umatilla and Ontario. The legislature directed the Department to biennially review the prison construction program to allow the legislature to make appropriate policy changes that ensure safety, security, and cost-effectiveness. The graph above depicts the legislatively approved long-range prison construction plan.

## State Police

The legislature adopted a total funds budget of \$339.4 million, which is two percent below the 1997-99 estimated expenditures and \$13 million below the Governor's recommended budget. The General Fund and Lottery Funds budget of \$168.5 million is a 16 percent increase over the 1997-99 estimated expenditures. The increase is primarily due to position phase-ins, salary roll-ups, and enhancements to patrol and forensics staff. The legislature reduced the Governor's recommended General Fund by \$0.8 million and then added back \$3.3 million in Ballot Measure 66 Lottery Funds to maintain existing fish and wildlife enforcement resources.

The Other Funds budget of \$69.2 million is an 11 percent increase over the 1997-99 estimated expenditures. The legislature reduced the Governor's recommended Other Funds budget by \$3.7 million. This Other Funds decrease resulted primarily from reduced ability to rely on Oregon Fish and Wildlife license and tag revenue to fund 23 existing enforcement positions and disapproval of a proposal to add five new Other Funds supported enforcement positions.

The Federal Funds budget of \$31.5 million reflects a \$9.9 million reduction from the 1997-99 estimated expenditures and an \$11.8 million reduction from the Governor's recommended Federal Funds budget. This Federal Funds decrease resulted from elimination of the second year's federal grant spending authority, which was coupled with the requirement that the Criminal Justice Services Division return to the Emergency Board to report on all federal grants. In summary, the legislatively adopted budget:

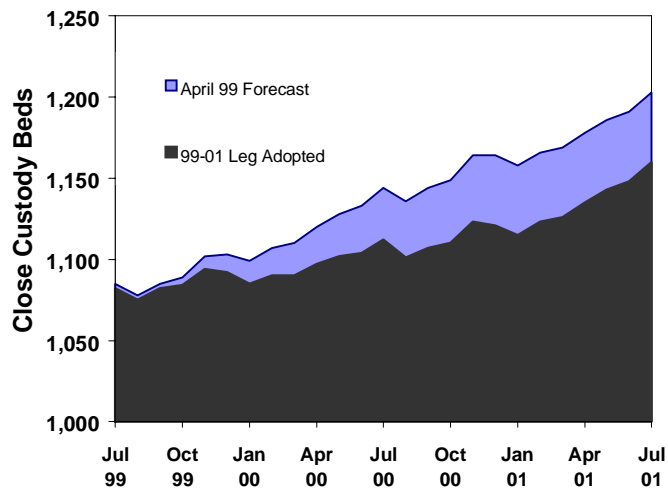
- adds \$4.9 million General Fund, \$1.6 million Federal Funds, and 100 new patrol troopers, restoring the Patrol road strength to approximately 495, which is comparable to the levels funded nearly 20 years ago;
- adds \$3.3 million Ballot Measure 66 Lottery Funds and \$1.5 million General Fund to replace proposed Other Funds support to maintain 13 enforcement positions dedicated to the Salmon/Clean Streams initiative and maintain 23 other existing enforcement positions that would have otherwise been vacant due to reduced license/tag revenue;
- adds \$2.1 million General Fund for call takers, computer support technicians, and data entry positions;
- adds \$1.8 million General Fund and 21 new forensic positions to address increased workloads;

- adds \$1.2 million General Fund to replace exhausted federal grant funds and continue 15 of 24 forensic evidence technician positions;
- reduces \$3.3 million General Fund due to retirements, vacancies, elimination of projects, and other service/supply reductions;
- reserves \$0.5 million General Fund in the Emergency Fund for potential forensic equipment and staffing needs; and
- directs the Department through budget notes to take various actions, including maintenance of specific staffing levels, to schedule personnel in the most efficient/cost-effective manner, and to continue to implement cooperative policing action plans.

## Oregon Youth Authority

The Legislatively Adopted Budget for the Oregon Youth Authority (OYA) is \$204 million General Fund, \$249 million total funds. This is 14 percent and 19 percent more, respectively, than the 1997-99 estimated General Fund and total funds expenditures. The increase results primarily from growth in the juvenile corrections population and new funding approved as part of the juvenile crime prevention package. The General Fund budget is 3.2 percent lower, and 1.9 percent lower overall, than the Governor's budget.

The budget funds a 7.1 percent growth in juvenile close custody beds, up to 1,160 beds by June 30, 2001. This is about 3.6 percent less than the April 1999 population forecast for that date (see chart below). The legislature did not adopt a proposed "second look" for Measure 11 offenders, but did assume the juvenile crime prevention package and other management actions will reduce the need for close custody beds this biennium. This will save \$1.8 million from the forecast level. If the need for close custody beds is greater than estimated, the agency may request additional funding from a \$500,000 Emergency Board special purpose appropriation.



## **Juvenile Crime Prevention**

The \$20 million juvenile crime prevention package approved by the Legislature includes:

- \$6 million for basic services grants to counties through OYA's budget for detention, shelter care, treatment, graduated sanctions, and after care services for youth offenders;
- \$13 million to be distributed by the Criminal Justice Commission for prevention grants to counties, targeted to high-risk youth and to implement local juvenile crime prevention plans; and
- \$1 million for the Criminal Justice Commission to support the Juvenile Crime Prevention Advisory Committee, and evaluate data and outcomes of the local plans.

The budget also enhances some human services programs as a longer-term strategy for juvenile crime prevention. Healthy Start and other early childhood programs will receive \$12.2 million more. Another \$10 million will go to alcohol and drug prevention and treatment services for youth and low-income families.



# Natural Resources

---

## Summary

The 1999-2001 Legislatively Adopted Budget for the Natural Resources program area totals \$1.064 billion, including a \$149.6 million General Fund appropriation, allocation of \$84.1 million Lottery Funds, \$456.1 million Other Funds expenditure limitation, and \$144.6 million Federal Funds expenditure limitation. Slightly more than \$229 million in nonlimited Other Funds is also included in the total budget, primarily representing the proceeds from bond sales, loan program activity, and transfer to the Common School Fund from timber harvests on state-owned forest land. The total program area budget is more than 20 percent higher than the 1997-99 estimated level.

Through the adoption of the 1999-01 biennial budget, the legislature addressed a number of problematic issues, including implementation of Ballot Measure 66, continuation of the Oregon Plan for salmon and watersheds, funding state parks, and revenue shortfalls in the Departments of Fish and Wildlife and Environmental Quality.

## Implementing Ballot Measure 66

Ballot Measure 66, passed by the voters on November 3, 1998, amended Section 4, Article XV of the Oregon Constitution to dedicate 15 percent of net lottery proceeds to be split between state parks and salmon, watershed and habitat restoration. For the 1999-01 biennium, the state's revenue forecast estimated net lottery revenues of \$86.9 million for these purposes. The legislature implemented Ballot Measure 66 through the passage of House Bill 3225 and the full allocation of the constitutionally dedicated lottery resources.

HB 3225 established an account structure for the lottery revenues and effected several other changes required under Ballot Measure 66. The bill created a Parks and Natural Resources Fund to receive the lottery revenues and established two accounts, the Parks Subaccount for park purposes and the Restoration and Protection Subaccount for salmon and watershed purposes. Ballot Measure 66 required that at least 65 percent of the revenue for salmon and watershed restoration be used for capital expenditures. In order to maintain accountability, HB 3225 defined "capital expenditures" and established a Watershed Improvement Operating Fund to receive the 35 percent of lottery revenues for non-capital projects. The existing Watershed Improvement Grant Fund will receive the funds provided for capital projects. The bill also changed the name of the Governor's Watershed Enhancement Board to the Oregon Watershed Enhancement Board (OWEB), expanded its membership, and designated OWEB as the single state agency charged with administration of the salmon and watershed funding.

## Funding Salmon, Watershed, and Habitat Restoration

During the 1997-99 biennium, the legislature allocated \$30 million for watershed improvement grants and agency support for the Oregon Plan from the General Fund (\$23.7 million) and Other Funds sources (\$6.3 million). The Oregon Plan had been developed with an

assumption of only a \$15 million General Fund commitment, but following listing of Coastal Coho as an endangered species by the National Marine Fisheries Service, the Other Funds revenue did not materialize. The legislature fulfilled its commitment to a fully funded Oregon Plan by providing additional General Fund support from the Emergency Fund. Passage of Ballot Measure 66 ensured a long-term, stable funding source for Oregon Plan activities. The legislature directed the Ballot Measure 66 revenues to maintain and enhance activities related to the Oregon Plan and to expand restoration and protection activities in other areas of the state. In Senate Bill 5549, the budget bill for OWEB, the legislature provided its plan for protecting and restoring Oregon's fish, wildlife, and water resources. The estimated \$43.45 million lottery funds from Ballot Measure 66 were distributed for operational expenses of six different agencies. Over \$26 million was provided to OWEB for use in developing on-the-ground projects. Nearly \$5 million of the operating funds were passed through to local Soil and Water Conservation Districts and Local Watershed Councils.

<b>Measure 66 Salmon &amp; Stream Restoration</b>			
<b>Legislatively Adopted Allocations</b>			
<b>Dollars in Millions</b>			
<b>Available Resource from Measure 66</b>	<b>Operating</b>	<b>Capital</b>	<b>Total</b>
May 1999 Economic and Revenue Forecast	15.2	28.2	43.4
<b>Allocations in SB 5549</b>	<b>Operating</b>	<b>Capital</b>	<b>Total</b>
State Police/Fish & Wildlife Oregon Plan and Position Restoration	2.8	0.5	3.3
Department of Fish & Wildlife Oregon Plan and Steelhead Supplement	3.7	0.0	3.7
Department of Agriculture Riparian/Wildlife Habitat Weed Control	0.4	1.1	1.5
Soil and Water Conservation Districts	2.4	0.0	2.4
Subtotal	2.8	1.1	3.9
Department of Forestry Steelhead Supplement	0.4	0.0	0.4
Department of Environmental Quality Steelhead Supplement	0.4	0.0	0.4
Oregon Watershed Enhancement Board Operating Expenditures	2.3	0.0	2.3
Local Watershed Council Support	2.4	0.0	2.4
Independent Multidisciplinary Science Team	0.4	0.0	0.4
Project Grant Fund	0.0	26.6	26.6
OWEB Total	2.8	26.6	29.4
<b>Measure 66 Total Allocations</b>	<b>15.2</b>	<b>28.2</b>	<b>43.4</b>

## **Funding Oregon State Parks**

The Legislature approved a total budget of \$108.4 million. The budget recognizes the increase in lottery revenue resulting from voter approval of Ballot Measure 66 and fully allocates the expected Measure 66 funds anticipated to be available during the 1999-2001 biennium.

The estimated \$43.4 million of Measure 66 resources were allocated as follows:

- \$19.4 million for administration and operations including increased funding for ocean shore education, historic and cultural grants, museum grant in aid, Lewis & Clark Bicentennial planning and updating the outdoor recreational and natural resources plan;
- \$15 million for facility maintenance, construction and emergency repairs;
- \$4 million for land acquisition; and
- \$5 million for local park grants.

Senate Bill 1216 transferred the All-Terrain Vehicle (ATV) program from the Oregon Department of Transportation to the Parks and Recreation Department, increasing Parks' expenditure limitation by \$3.8 million and three positions to administer the ATV grant and safety education programs. A reservation of \$100,000 is set aside in the Emergency Fund for the Parks Department to assess the feasibility of siting a state park in Washington County.

## **Filling the Fish and Wildlife Budget Hole**

The Department of Fish and Wildlife approached the 1999-01 biennium facing a \$10.5 million revenue shortfall necessary to maintain existing programs. The budget hole developed from a combination of static license sales and the rising cost of conducting business. The budget shortfall put 71 positions at risk, including field biologists and State Police fish and game officers, and would have resulted in customer service reductions, trout production curtailments at several hatcheries, and restrictions on landowner assistance.

Through a combination of funding strategies, the legislature was able to provide sufficient revenues to forestall many of the threatened service cutbacks. The Legislatively Adopted Budget of \$195.1 million is 3.5 percent higher than the 1997-99 estimate. The adopted budget included:

- \$20 million in state support, including \$3.7 million of lottery funds from Ballot Measure 66, up from \$17.6 million total in 1997-99;
- additional support for State Police fish and wildlife game officers from General Fund and lottery funds to maintain current levels of service and to relieve payment for these services from license revenues; and
- approval of House Bill 2100 which increased certain fishing and hunting license fees to generate an estimated \$6.3 million in Other Funds.

HB 2100 was structured by the legislature to result in a reduction in the cost of certain fees, such as the resident angling license and the daily angler license. The decrease in some angling fees was offset by increases in hunting licenses and tags and was made possible by reducing the surcharges imposed for the Fish Restoration and Enhancement Program.

## **Maintaining Department of Environmental Quality Permitting Programs**

The Department of Environmental Quality also faced revenue shortfalls in the 1999-2001 biennium, primarily in the agency's industrial and municipal permitting programs. The combined effect of the revenue shortfall was the potential elimination of 14 existing air and water quality positions. The agency proposed accommodating the revenue shortfall with additional General Fund support and indexing basic permitting fees to changes in the Consumer Price Index as a mechanism to address inflationary growth in business costs.

Although the fee indexing proposal did not receive approval, the Legislatively Adopted Budget for the agency ultimately maintained all permitting program staff with an infusion of General Fund. The Department's total budget of \$299.7 million is 18 percent higher than the 1997-99 biennial estimated expenditures. The agency's operating budget totals \$173.8 million, up over 12 percent from the previous biennium, and includes an 8 percent increase in state support from the General Fund and lottery revenues, totaling \$38.7 million.

The agency's adopted budget included various other restorations and program enhancements in addition to the legislature's maintenance of permitting programs. These include:

- the addition of \$1.8 million Federal Funds and 8 positions for a new air quality standards monitoring network;
- the continuation of the Enhanced Vehicle Inspection Program contract and addition of 8 new state oversight positions;
- the addition of \$3.3 million Federal Funds and 6 positions for the La Pine Wastewater Treatment/Disposal project;
- the restoration and expansion of the on-site sewage disposal program with associated fee increases and 9 positions;
- the approval of 11 positions funded with a combination of Measure 66 Lottery Funds and General Fund for the expedited development of Total Maximum Daily Loads in the Willamette Basin;
- the continuation of the Safe Drinking Water Act implementation with approval of 8 positions;
- the approval of 4 positions for agency involvement in the Community Solutions Team approach to the Governor's Livability Initiative;
- the approval of 8 positions and \$1.2 million Other Funds expenditure limitation for the Portland Harbor Sediments Study;
- the expansion of oversight at the Umatilla Chemical Weapons Depot with 4 positions; and
- the restoration of activities related to home heating oil tanks and underground storage tanks with passage of House Bill 3107 and House Bill 2186.

# Lottery and Economic Development

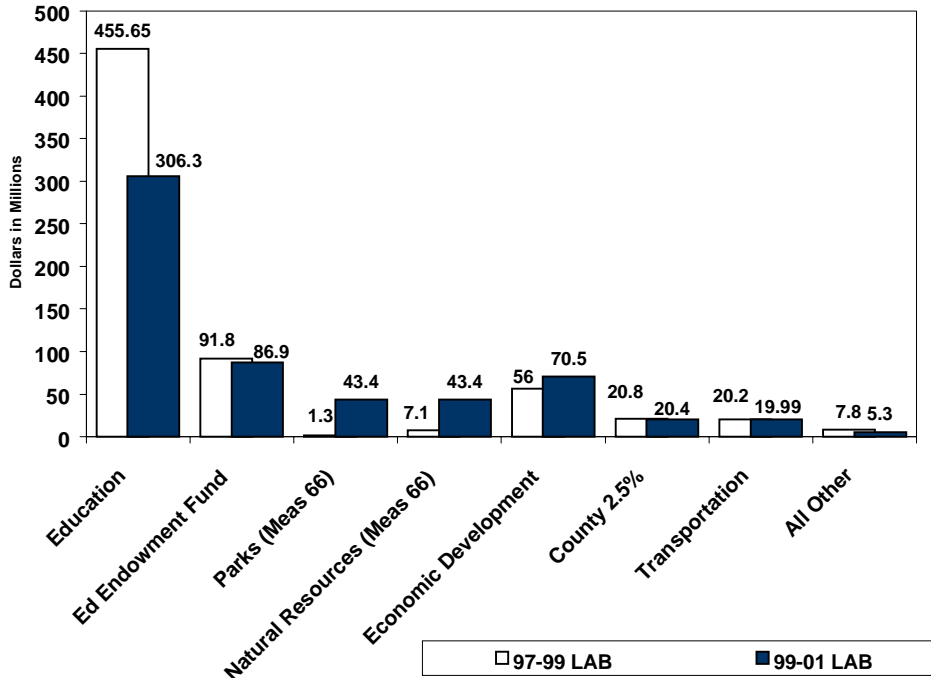
## Lottery Funds

## Dedicated Funds

The 1999 Legislature continued a trend begun by the 1995 Legislature to reduce state reliance on Lottery Funds as a source of agency operating funds. This trend was accelerated by voter actions in 1996 to dedicate 15 percent of Lottery Funds to the Education Endowment Fund and in 1998 to dedicate another 15 percent to parks and natural resources. Interest earnings on the Education Endowment Fund are used to pay lottery backed bond debt for education, and to fund Oregon State Scholarship Commission Need Grants.

As the graph below indicates, the dedication of Lottery Funds reduces the resources available for education and other programs, while increasing Lottery Funds support for dedicated programs. As the graph also illustrates, education receives most of the available resources, with the majority of those funds being allocated to the State School Fund.

**Comparison of Lottery Funds Distribution: 1997-99 and 1999-01**



The 1999 Legislature also enacted HB 2942, which establishes a cap on net lottery proceeds. Net proceeds above the cap are transferred to the Education Endowment Fund. The cap is effective in the 2001-03 biennium and declines 5 percent each biennium from the previous cap. Net lottery proceeds are the resources available after payments on lottery backed debt, deduction of the 15 percent dedicated to the Education Endowment Fund, the 15 percent dedicated for parks and natural resources, and a 20 percent dedication for economic and community development established in HB 2942. The effect of this measure will be to further reduce the discretionary Lottery Fund resources available for other state programs, particularly the State School Fund, and will require subsequent legislatures to fund education out of the General Fund or other funding sources.

### **Lottery Backed Bonding**

The 1999 Legislature also continued the trend toward increased use of Lottery Fund resources to support bonded indebtedness. The 1991 Legislature approved lottery backed bond debt of \$115 million for the Westside Light Rail project. The 1997 Legislature approved \$150 million in lottery backed bond debt for education facilities and equipment. The 1997 Legislature also authorized \$6 million in lottery backed bonding for the state match to the Federal Safe Drinking Water Revolving Loan Fund and \$12 million for parks acquisition. Debt service on the parks bonds will be paid out of the 15 percent of Lottery Funds dedicated to parks and natural resources.

The legislature established a \$70 million bond package for economic and community development programs for 1999-01. Bonding limits established for specific projects include \$5 million for safe drinking water match; \$17.7 million for Columbia River channel deepening; \$20 million for a Coos Bay natural gas pipeline; and \$40 million for economic and community development projects. The pipeline is contingent upon local voter approval, and the Columbia River project requires congressional authorization. Also authorized were \$25 million for the Community Development Incentive Project in the Department of Housing and Community Development and \$5 million for parks acquisition. The \$70 million bonding limitation assumes that not all of the authorized bonds will be issued in the 1999-01 biennium.

In addition to the \$70 million bond package, the legislature approved up to \$127 million in bonding for education, \$10.2 million in bonding for State Fair renovation, and \$1 million for the Oregon Garden Project in Silverton. The State Fair bond package was approved in two parts. Two million in bond sales was approved to address immediate needs, including emergency repairs on facilities. The remaining \$8.2 million is subject to the development and approval of a long range State Fair plan by an interim committee, and authorization by the Emergency Board to proceed with the bond sale.

## **Economic and Community Development**

Debt service on lottery backed bonds continues to increase and will absorb a significant portion of the available Lottery Funds resources in future biennia. Debt service in 1997-99 was \$21.6 million. In 1999-01, that obligation is estimated at \$72.2 million. However, \$38.1 million of the debt service for education will be paid through a combination of interest earnings on the Endowment Fund and 1997-99 excess State School Funds due to higher than anticipated property tax revenues. Debt service for 2001-03 is currently projected to exceed \$97 million.

The 1997 Legislature reduced the Lottery Funds allocation to the Economic and Community Development Department by \$15 million and directed the Department to restructure its programs and service delivery. The 1999 Legislature restored the Lottery Funds allocation and also enacted legislation that directed the agency to focus economic and community development funding on rural and distressed communities. Community development services will be coordinated through a Community Solutions Team process that was also approved by the legislature. Total Lottery Funds dedicated to economic and community development, including debt service, is \$70.5 million in 1999-01. As noted above, the legislature approved a 20 percent dedication of Lottery Funds to the economic and community development program area that will provide approximately \$115 million in the 2001-2003 biennium.

# Transportation

---

## Oregon's Transportation System

Funding Oregon's transportation system was a high priority of the 70<sup>th</sup> Legislative Assembly. Despite an increase in federal funding over the next six years, the unmet need of Oregon's transportation system is projected to multiply as the transportation infrastructure ages and the traffic of a rapidly growing population is supported. Current revenues are not keeping pace with the system's ongoing needs in maintenance, repair, and improvements to relieve traffic congestion.

The legislatively adopted budget for the Oregon Department of Transportation totaled \$2.114 billion, and 4,791.91 full-time equivalent positions. To provide sufficient funding to address unmet transportation needs, the legislature used a variety of revenue sources and new initiatives. For 1999-2001, \$2.29 billion is expected to accrue to the Highway Trust Fund including the revenues anticipated from increased motor fuel taxes and fees resulting from passage of House Bill 2082. Of that amount, \$660 million will accrue to other state agencies and local governments leaving \$1.56 billion available for expenditure. The total amount of Federal Funds for the 1999-01 biennium is \$661 million. Passage of the Federal Transportation Equity Act for the 21<sup>st</sup> Century (TEA-21) in 1998 will provide approximately \$232 million more Federal Funds for the Statewide Transportation Improvement Program (STIP) through 2003. The approved budget includes:

- a \$467,670 General Fund appropriation to support the federally mandated Motor Voter program and provide matching funds for the transit program and transportation growth management programs;
- a total of \$9 million for the Senior and Disabled Transit program (\$4 million General Fund in SB 5511 and \$5 million Other Funds in SB 1284);
- expenditure limitations of \$10 million Other Funds and \$25 million Federal Funds for the Willamette Valley High Speed Rail programs authorized in SB 1284 and funded with a loan from the Oregon War Veterans' Fund;
- a \$20 million Lottery Funds expenditure limitation for debt service on the Westside Light Rail bonds;
- approval for \$50 million in revenue bonds to buy highway rights-of-way for getting people safely on and off of state highways and to increase local street capacity, so drivers can avoid busy intersections and heavily traveled roads (HB 2197);



- expenditure limitations of \$1.75 billion Other Funds and \$41million in Federal Funds for current transportation services, including funding for the Governor’s proposed Community Solutions Team regional problem solving program; and
- an Other Funds expenditure limitation of \$187.7 million for implementation of Maintenance, Prevention, Safety and Modernization projects anticipated in HB 2082, which increases motor fuel taxes and authorizes revenue bonds.

Under the Legislature’s spending plan for 1999-01, the current condition of roads and bridges is maintained at existing rating standards while a plan for addressing modernization issues is initiated. The increase in motor fuel taxes is also expected to provide an additional \$90 million that accrues to other state agencies and local governments in the 1999-01 biennium.

Appendix A

Number of Full-time Equivalent Positions  
By Program Area, By Agency

	1995-1997 ACTUALS	1997-1999 ESTIMATED	1999-2001 RECOMMENDED	1999-2001 APPROVED
<b>PROGRAM AREA: EDUCATION</b>				
COMMUNITY COLLEGE SVCS, OFF OF	20.50	38.78	42.70	42.70
EDUCATION, DEPT OF	543.63	573.45	533.14	457.70
EDUC. POLICY & PLAN, OFF OF	11.33	--	--	--
HIGHER EDUCATION, DEPT OF	10,780.23	10,443.88	11,389.04	11,469.52
SCHOLARSHIP COMMISSION	83.00	88.00	88.00	93.00
TEACHER STANDARDS & PRACTICES	16.47	18.35	18.00	18.00
<b>EDUCATION TOTAL</b>	<b>11,455.16</b>	<b>11,162.46</b>	<b>12,075.88</b>	<b>12,080.92</b>
<b>PROGRAM AREA: HUMAN SERVICES</b>				
BLIND, COMMISSION FOR THE	51.60	51.10	51.10	51.10
CHILDREN'S TRUST FUND	1.50	1.50	2.00	2.00
CHILDREN & FAMILIES, COMM ON	30.50	33.16	26.00	29.50
OREGON DISABILITIES COMM	7.75	8.50	9.25	8.00
HUMAN SERVICES, DEPT OF				
ADULT AND FAMILY SERVICES, DIV OF	1,855.59	1,970.74	1,855.25	1,838.11
CHILDREN & FAMILIES, OFF OF SVCS TO	1,375.69	1,589.59	1,777.08	1,766.33
OFFICE OF ALCOHOL & DRUG ABUSE PROGRAM	38.32	49.22	58.32	58.32
OFFICE OF MEDICAL ASSISTANCE PROGRAMS	184.72	183.65	192.30	180.30
DIRECTOR'S OFFICE	484.46	529.45	600.13	587.58
HEALTH DIVISION	406.05	463.61	474.23	477.97
MENTAL HEALTH & DEV DIS SVCS	3,220.08	3,065.92	2,427.81	2,438.18
SENIOR & DISABLED SERVICES DIV	825.02	738.24	800.43	814.58
VOCATIONAL REHABILITATION DIV	361.52	401.14	449.36	413.36
DEPT OF HUMAN SERVICES TOTAL	8,751.45	8,991.58	8,634.91	8,574.73
INSURANCE POOL GOVERNING BOARD	2.00	11.67	11.50	11.50
LONG TERM CARE OMBUDSMAN	8.00	8.00	8.00	8.00
PSYCHIATRIC SECURITY REV BRD	4.00	4.00	4.00	4.00
<b>HUMAN SERVICES TOTAL</b>	<b>8,856.80</b>	<b>9,109.49</b>	<b>8,748.76</b>	<b>8,688.83</b>
<b>PROGRAM AREA: PUBLIC SAFETY</b>				
CORRECTIONS, DEPT OF	2,558.46	3,085.88	3,727.57	3,575.10
CRIMINAL JUSTICE COMMISSION	4.85	6.00	11.50	11.25
DISPUTE RESOLUTION COMMISSION	2.83	4.00	4.00	4.00
DISTRICT ATTORNEYS & THEIR DEPUTIES	36.00	36.00	36.00	36.00
JUSTICE, DEPT OF	853.51	978.07	1,136.81	1,141.31
MILITARY, DEPT OF	332.82	351.40	344.72	360.32
PAROLE & POST PRISON SUPERVISION BRD	17.00	17.00	17.00	17.00
PUBLIC SAFETY STANDARDS & TRAINING, BRD ON	53.62	78.67	105.75	102.75
STATE POLICE, DEPT OF	1,270.36	1,380.46	1,468.63	1,465.67
YOUTH AUTHORITY, DEPT OF	888.06	1,194.20	1,221.57	1,237.57
<b>PUBLIC SAFETY TOTAL</b>	<b>5,998.31</b>	<b>7,131.66</b>	<b>8,073.55</b>	<b>7,950.97</b>
<b>PROGRAM AREA: ECONOMIC &amp; COMMUNITY DEVELOPMENT</b>				
ECONOMIC DEVELOPMENT DEPT	159.43	145.36	141.00	139.75
EMPLOYMENT DEPARTMENT	1,230.55	1,287.08	1,426.51	1,410.71
FAIR & EXPO CENTER, STATE	32.40	36.75	38.25	38.25
HOUSING & COMMUNITY SERVICES	89.63	103.39	115.00	115.00
VETERAN'S AFFAIRS, DEPT OF	213.00	248.93	177.00	177.00
<b>ECONOMIC &amp; COMMUNITY DEVELOPMENT TOTAL</b>	<b>1,725.01</b>	<b>1,821.51</b>	<b>1,897.76</b>	<b>1,880.71</b>

Appendix A

Number of Full-time Equivalent Positions  
By Program Area, By Agency

	1995-1997 ACTUALS	1997-1999 ESTIMATED	1999-2001 RECOMMENDED	1999-2001 APPROVED
<b>PROGRAM AREA: NATURAL RESOURCES</b>				
AGRICULTURE, DEPT OF	372.94	400.84	432.11	426.11
ENVIRONMENTAL QUALITY, DEPT OF	711.07	739.38	877.12	793.42
FISH & WILDLIFE, DEPT OF	929.20	961.84	996.57	992.07
FORESTRY DEPARTMENT	835.90	864.97	912.48	908.66
GEOLOGY & MINERAL INDUSTRIES, DEPT OF	34.21	34.65	35.65	36.65
LAND CONSERVATION & DEVELOPMENT, DEPT OF	50.16	61.00	70.50	64.00
LAND USE BOARD OF APPEALS	6.00	6.50	7.00	6.50
MARINE BOARD	28.00	31.58	34.75	34.00
OREGON WATERSHED ENHANCEMENT BOARD	--	--	--	13.00
PARKS & RECREATION, DEPT OF	434.58	447.38	469.88	461.88
STATE LANDS, DIV OF	65.91	69.13	75.00	73.50
WATER RESOURCES DEPT	157.38	167.05	180.43	155.63
<b>NATURAL RESOURCES TOTAL</b>	<b>3,625.35</b>	<b>3,784.32</b>	<b>4,091.49</b>	<b>3,995.42</b>
<b>PROGRAM AREA: TRANSPORTATION</b>				
TRANSPORTATION, DEPT OF	4,495.57	4,722.14	4,817.33	4,791.91
<b>PROGRAM AREA: CONSUMER AND BUSINESS SERVICES</b>				
ARCHITECT EXAMINERS, BRD OF	2.50	--	--	--
ACCOUNTANCY, BRD OF	6.00	7.00	7.00	7.00
CHIROPRACTIC EXAMINERS, BRD OF	4.75	4.75	4.50	4.50
CONSTRUCTION CONTRACTORS BOARD	43.17	68.75	74.25	63.98
CONSUMER & BUSINESS SERVICES, DEPT OF	1,196.06	1,237.17	1,202.85	1,205.60
ENGINEERING EXAMINERS, BRD OF	6.00	--	--	--
<b>HEALTH RELATED LICENSING BOARDS</b>				
BARBERS AND HAIRDRESSERS	13.00	15.00	17.00	17.00
CLINICAL SOCIAL WORKERS	2.00	2.00	2.50	2.50
DENTISTRY, BRD OF	6.38	6.00	7.00	7.00
LICENSED DIETICIANS	0.30	0.30	0.30	0.30
DIRECT ENTRY MIDWIFERY, BRD ON	0.17	0.17	--	0.50
LICENSED MASSAGE TECHNICIANS	2.00	3.00	3.00	3.00
LIC PROF COUNSELORS & THERAPISTS	1.50	2.00	2.00	2.00
MORTUARY & CEMETERY BOARD	4.50	5.00	6.00	6.00
NATUROPATHIC EXAMINERS	1.00	1.25	1.75	1.75
NURSING HOME ADMINISTRATORS	1.00	1.00	1.00	1.00
OCC THERAPY LICENSING BOARD	1.00	1.25	1.25	1.25
OPTOMETRY, BRD OF	2.00	--	--	--
PHARMACY, BRD OF	9.00	10.63	13.00	13.00
PHYS THERAPIST LICENSING BRD	1.54	2.00	2.00	2.00
RADIOLOGIC TECHNICIANS	2.00	2.40	3.00	2.50
SPEECH PATHOLOGY AND AUDIOLOGY	1.60	0.85	0.85	0.85
VETERINARY MEDICAL EXAM BRD	1.00	1.75	2.25	2.25
<b>HEALTH RELATED LICENSING BOARD TOTAL</b>	<b>49.99</b>	<b>54.60</b>	<b>62.90</b>	<b>62.90</b>
INVESTIGATORS, BRD OF	--	0.83	1.00	2.00
LABOR & INDUSTRIES, BUREAU OF	151.31	127.21	128.25	129.00
LANDSCAPE ARCHITECT BRD	0.50	--	--	--
MEDICAL EXAMINERS, BRD OF	29.60	31.25	31.15	31.15
NURSING, BRD OF	29.75	31.46	32.50	32.50
PSYCHOLOGIST EXAMINERS	2.00	2.29	2.50	2.50
PUBLIC UTILITY COMMISSION	109.00	109.00	118.00	120.00
TAX EXAMINERS, BRD OF	4.00	4.00	4.00	4.00
REAL ESTATE AGENCY	32.00	32.00	32.00	32.00
<b>CONSUMER &amp; BUSINESS SERVICES TOTAL</b>	<b>1,666.63</b>	<b>1,710.31</b>	<b>1,700.90</b>	<b>1,697.13</b>

Appendix A

Number of Full-time Equivalent Positions  
By Program Area, By Agency

	1995-1997 ACTUALS	1997-1999 ESTIMATED	1999-2001 RECOMMENDED	1999-2001 APPROVED
<b>PROGRAM AREA: ADMINISTRATION</b>				
ADMINISTRATIVE SERVICES, DEPT OF	723.68	787.21	853.56	842.06
ASIAN AFFAIRS, COMM ON	--	1.00	1.00	1.00
BLACK AFFAIRS, COMM ON	1.00	1.00	1.00	1.00
CAPITOL PLANNING COMMISSION	1.63	1.63	1.63	1.63
EMPLOYMENT RELATIONS BOARD	21.00	18.00	18.73	17.73
GOVERNMENT & PRACTICES COMM	5.00	4.00	4.00	4.00
GOVERNOR, OFFICE OF	28.55	31.00	29.00	29.00
HISPANIC AFFAIRS, COMM ON	1.00	1.00	1.50	1.50
LIBRARY, STATE	42.88	44.26	44.38	44.38
LIQUOR CONTROL COMM	214.52	214.02	217.02	215.02
PUBLIC EMPLOYEES RETIREMENT SYS	179.27	195.48	221.08	215.58
RACING COMMISSION, OREGON	19.06	18.43	23.97	18.97
REVENUE, DEPT OF	911.64	900.49	914.21	911.42
SECRETARY OF STATE	194.63	198.42	201.67	201.67
TREASURER OF STATE	73.50	76.00	77.00	77.00
WOMEN, COMMISSION FOR	1.00	1.00	1.00	1.00
<b>ADMINISTRATION TOTAL</b>	<b>2,418.36</b>	<b>2,492.94</b>	<b>2,610.75</b>	<b>2,582.96</b>
<b>PROGRAM AREA: LEGISLATIVE BRANCH</b>				
INDIAN SERVICES, COMM	2.00	2.00	2.00	2.00
LEGISLATIVE ADMIN COMM	107.12	107.37	115.62	119.56
LEGISLATIVE ASSEMBLY	205.93	208.93	209.54	225.20
LEGISLATIVE COUNSEL COMM	38.18	45.20	50.86	47.50
LEGISLATIVE FISCAL OFFICER	14.00	16.49	17.00	17.00
LEGISLATIVE REVENUE OFFICER	6.00	6.00	6.00	6.00
<b>LEGISLATIVE TOTAL</b>	<b>373.23</b>	<b>385.99</b>	<b>401.02</b>	<b>417.26</b>
<b>PROGRAM AREA: JUDICIAL BRANCH</b>				
COURT PROCEDURES, COUNCIL ON	0.71	0.71	0.71	0.71
JUDICIAL DEPARTMENT	1,546.69	1,621.06	1,891.31	1,682.45
JUDICIAL FITNESS	0.50	0.64	0.75	0.75
PUBLIC DEFENDER	32.01	34.75	46.50	41.00
<b>JUDICIAL BRANCH TOTAL</b>	<b>1,579.91</b>	<b>1,657.16</b>	<b>1,939.27</b>	<b>1,724.91</b>
<b>STATE OF OREGON TOTAL FTE POSITIONS</b>	<b>42,194.33</b>	<b>43,977.98</b>	<b>46,354.71</b>	<b>45,781.02</b>

## **Appendix B**

### **Summary of Expenditures By Program Area, By Agency, By Fund**

**Notes:**

- Special Purpose appropriations to the Emergency Board for specific agencies are included within the agency amounts for both the 1999-2001 Governor's Recommended and 1999-2001 Approved amounts.
- The Governor's Recommended 1999-2001 amounts reflect the original December 1998 recommendations. They do not include the Governor's "revised" proposal to provide additional funds for K-12 education.
- Nonadd Other Funds represent charges between state agencies and are excluded from totals to avoid double counting.

	1995-97 ACTUALS	1997-99 ESTIMATED	1999-2001 RECOMMENDED	1999-2001 APPROVED
<b>EDUCATION</b>				
Community College Services, Office of				
General Fund	334,285,706	396,730,476	432,291,486	431,213,713
Other Funds	13,901,879	7,205,962	9,163,302	10,917,292
Federal Funds	9,232,949	72,507,684	96,034,938	95,969,936
<b>TOTAL</b>	<b>357,421,534</b>	<b>476,444,112</b>	<b>537,489,736</b>	<b>538,100,941</b>
Education, Department of - Operations & Grants				
General Fund	139,637,756	199,764,125	244,910,447	243,431,945
Lottery Funds	7,468,339	0	0	5,444,635
Other Funds	46,249,723	56,586,889	86,295,292	99,361,822
Federal Funds	451,319,501	497,215,328	575,718,907	580,344,690
<b>TOTAL</b>	<b>644,675,319</b>	<b>753,566,342</b>	<b>906,924,646</b>	<b>928,583,092</b>
Education, Department of - State School Fund & K-12 Grants				
General Fund	3,020,501,000	3,751,043,830	4,203,000,000	4,264,987,291
Lottery Funds	488,220,920	453,956,170	295,000,000	295,962,709
Other Funds	0	150,000,000	50,000,000	174,694,927
<b>TOTAL</b>	<b>3,508,721,920</b>	<b>4,355,000,000</b>	<b>4,548,000,000</b>	<b>4,735,644,927</b>
Educational Policy & Planning, Office of				
General Fund	250,546	0	0	0
Lottery Funds	2,860,456	0	0	0
Other Funds	3,103,296	0	0	0
Federal Funds	403,428	0	0	0
<b>TOTAL</b>	<b>6,617,726</b>	<b>0</b>	<b>0</b>	<b>0</b>
Higher Education, Department of				
General Fund	503,171,843	605,940,693	710,620,063	744,135,118
Lottery Funds	31,819,671	7,444,000	4,886,091	4,886,091
Other Funds	1,622,818,291	2,100,496,827	1,539,504,507	1,970,803,911
Federal Funds	0	0	0	0
<b>TOTAL</b>	<b>2,157,809,805</b>	<b>2,713,881,520</b>	<b>2,255,010,661</b>	<b>2,719,825,120</b>
Oregon Health Sciences University Public Corporation				
General Fund	102,966,308	107,896,926	107,896,926	111,896,927
Lottery Funds	3,488,703	0	0	0
<b>TOTAL</b>	<b>106,455,011</b>	<b>107,896,926</b>	<b>107,896,926</b>	<b>111,896,927</b>
Scholarship Commission				
General Fund	30,160,616	32,405,500	33,326,783	33,281,394
Lottery Funds	47,682	17,600	4,258,068	4,258,068
Other Funds	73,198,174	85,085,537	106,601,012	106,301,727
Federal Funds	1,223,424	981,676	656,146	656,146
<b>TOTAL</b>	<b>104,629,796</b>	<b>118,490,313</b>	<b>144,842,029</b>	<b>144,497,355</b>
Teachers Standards and Practices Commission				
Other Funds	2,829,586	3,594,144	2,994,967	3,044,409
<b>TOTAL</b>	<b>2,829,586</b>	<b>3,594,144</b>	<b>2,994,967</b>	<b>3,044,409</b>

	1995-97 ACTUALS	1997-99 ESTIMATED	1999-2001 RECOMMENDED	1999-2001 APPROVED
<b>EDUCATION TOTAL</b>				
General Fund	4,130,974,675	5,093,781,550	5,732,045,714	5,828,946,388
Lottery Funds	533,905,771	461,417,770	304,144,179	310,551,523
Other Funds	1,762,100,949	2,402,969,349	1,794,559,080	2,365,124,088
Federal Funds	462,179,302	570,704,688	672,409,991	676,970,772
<b>TOTAL ALL FUNDS</b>	<b>6,859,160,697</b>	<b>8,528,873,357</b>	<b>8,503,158,964</b>	<b>9,181,592,771</b>
<b>HUMAN SERVICES</b>				
Blind, Commission for the				
General Fund	1,225,283	1,319,277	1,420,785	1,410,808
Other Funds	1,880,663	1,954,069	1,984,433	1,969,720
Federal Funds	6,868,345	7,716,051	8,017,569	8,132,807
<b>TOTAL</b>	<b>9,974,291</b>	<b>10,989,407</b>	<b>11,422,787</b>	<b>11,513,335</b>
Children and Families, State Commission on				
General Fund	34,890,444	35,476,659	45,785,191	51,832,573
Other Funds	18,472,086	23,077,303	18,846,603	19,128,445
Federal Funds	1,856,039	2,828,501	102,367	1,973,534
<b>TOTAL</b>	<b>55,218,569</b>	<b>61,380,463</b>	<b>64,734,161</b>	<b>72,934,552</b>
Children's Trust Fund, Board of Trustees				
Other Funds	1,070,201	1,202,698	1,390,364	1,390,446
Federal Funds	28,547	0	0	0
<b>TOTAL</b>	<b>1,098,748</b>	<b>1,202,698</b>	<b>1,390,364</b>	<b>1,390,446</b>
DHS - Adult and Family Services Division				
General Fund	215,687,842	215,521,355	219,298,328	219,884,003
Lottery Funds	48,851,884	0	0	0
Other Funds	79,382,786	50,542,979	45,839,437	51,595,825
Federal Funds	449,024,054	974,538,170	951,150,184	957,740,479
<b>TOTAL</b>	<b>792,946,576</b>	<b>1,240,600,504</b>	<b>1,216,287,949</b>	<b>1,229,220,307</b>
DHS - Children & Families, State Office for Services to				
General Fund	144,432,835	184,333,971	250,643,787	206,919,745
Other Funds	25,407,198	29,522,437	32,785,188	29,178,003
Federal Funds	194,814,030	250,384,527	261,786,776	303,904,042
<b>TOTAL</b>	<b>364,654,063</b>	<b>464,240,935</b>	<b>545,215,731</b>	<b>540,001,790</b>
DHS - Health Division				
General Fund	23,148,266	28,265,551	28,749,627	28,885,298
Lottery Funds	144,000	0	0	0
Other Funds	51,720,475	82,723,315	88,622,836	89,663,961
Federal Funds	128,805,688	171,852,913	188,502,703	189,903,883
<b>TOTAL</b>	<b>203,819,429</b>	<b>282,841,779</b>	<b>305,875,166</b>	<b>308,453,142</b>
DHS - Mental Health and Developmentally Disabled Services Div.				
General Fund	450,592,717	474,585,000	670,558,283	653,269,508
Other Funds	37,892,704	61,020,268	61,146,937	89,846,439
Federal Funds	413,960,568	424,965,890	626,206,068	633,633,015
<b>TOTAL</b>	<b>902,435,979</b>	<b>960,571,158</b>	<b>1,357,911,288</b>	<b>1,376,748,962</b>

	1995-97 ACTUALS	1997-99 ESTIMATED	1999-2001 RECOMMENDED	1999-2001 APPROVED
<b>DHS - Office of Alcohol &amp; Drug Abuse Programs</b>				
General Fund	14,318,980	15,222,503	34,256,596	24,105,112
Other Funds	10,683,041	14,872,578	17,151,183	15,150,992
Federal Funds	40,394,475	50,387,891	45,716,178	47,692,289
<b>TOTAL</b>	<b>65,396,497</b>	<b>80,482,972</b>	<b>97,123,957</b>	<b>86,948,393</b>
<b>DHS - Office of Medical Assistance Programs</b>				
General Fund	671,277,047	589,668,856	629,347,052	628,071,138
Other Funds	45,295,183	289,193,156	288,895,469	310,269,666
Federal Funds	1,121,695,255	1,348,719,256	1,385,153,137	1,425,092,062
<b>TOTAL</b>	<b>1,838,267,485</b>	<b>2,227,581,268</b>	<b>2,303,395,658</b>	<b>2,363,432,866</b>
<b>DHS - Office of the Director</b>				
General Fund	67,758	3,550,000	9,210,264	2,969,744
Lottery Funds	0	0	0	5,273,048
Nonadd Other Funds	(79,417,402)	(136,924,375)	(131,593,079)	(123,448,167)
Federal Funds	1,555,919	2,740,000	2,074,000	5,652,344
<b>TOTAL</b>	<b>1,623,677</b>	<b>6,290,000</b>	<b>11,284,264</b>	<b>13,895,136</b>
<b>DHS - Senior and Disabled Services Division</b>				
General Fund	304,047,403	361,744,321	414,585,902	445,873,213
Other Funds	36,834,719	65,969,861	55,262,143	73,705,371
Federal Funds	451,005,062	583,127,168	609,164,339	685,394,649
<b>TOTAL</b>	<b>791,887,174</b>	<b>1,010,841,350</b>	<b>1,079,012,384</b>	<b>1,204,973,233</b>
<b>DHS - Vocational Rehabilitation Division</b>				
General Fund	11,254,247	12,552,278	13,256,285	13,719,510
Lottery Funds	691,608	0	0	0
Other Funds	1,835,737	2,224,595	1,540,413	2,771,463
Federal Funds	70,930,979	88,055,589	100,120,823	95,004,627
<b>TOTAL</b>	<b>84,712,571</b>	<b>102,832,462</b>	<b>114,917,521</b>	<b>111,495,600</b>
<b>Insurance Pool Governing Board</b>				
General Fund	544,078	522,348	516,429	495,767
Other Funds	68,369	23,424,395	23,833,411	20,832,857
Federal Funds	0	0	1,000,000	1,000,000
<b>TOTAL</b>	<b>612,437</b>	<b>23,946,743</b>	<b>25,349,840</b>	<b>22,328,624</b>
<b>Long Term Care Ombudsman</b>				
General Fund	434,753	577,310	660,627	537,888
Other Funds	908,440	943,701	1,036,497	1,192,676
<b>TOTAL</b>	<b>1,343,193</b>	<b>1,521,011</b>	<b>1,697,124</b>	<b>1,730,564</b>
<b>Oregon Disabilities Commission</b>				
General Fund	219,198	235,504	282,917	282,119
Other Funds	563,355	583,739	1,028,573	996,209
Federal Funds	1,556,452	1,264,606	1,147,478	1,147,337
<b>TOTAL</b>	<b>2,339,005</b>	<b>2,083,849</b>	<b>2,458,968</b>	<b>2,425,665</b>
<b>Psychiatric Security Review Board</b>				
General Fund	610,497	633,727	700,088	691,461
Other Funds	2,939	2,000	6,000	6,000
<b>TOTAL</b>	<b>613,436</b>	<b>635,727</b>	<b>706,088</b>	<b>697,461</b>
<b>Spinal Cord Injury Research Board</b>				
Other Funds	0	0	0	1
<b>TOTAL</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>1</b>



	1995-97 ACTUALS	1997-99 ESTIMATED	1999-2001 RECOMMENDED	1999-2001 APPROVED
<b>HUMAN SERVICES TOTAL</b>				
General Fund	1,872,751,348	1,924,208,660	2,319,272,161	2,278,947,887
Lottery Funds	49,687,492	0	0	5,273,048
Other Funds	312,017,886	647,257,094	639,369,467	707,698,074
Nonadd Other	(79,417,402)	(136,924,375)	(131,593,079)	(123,448,167)
Federal Funds	2,882,486,404	3,906,576,572	4,180,141,622	4,356,271,088
<b>TOTAL ALL FUNDS</b>	<b>5,116,943,130</b>	<b>6,478,042,326</b>	<b>7,138,783,250</b>	<b>7,348,190,097</b>
<b>PUBLIC SAFETY</b>				
Corrections Department				
General Fund	476,906,245	652,433,257	783,891,147	759,913,179
Other Funds	632,238,508	70,754,343	95,997,783	257,789,528
Federal Funds	6,023,733	3,669,570	8,041,851	8,041,851
<b>TOTAL</b>	<b>1,115,168,486</b>	<b>726,857,170</b>	<b>887,930,781</b>	<b>1,025,744,558</b>
Criminal Justice Commission				
General Fund	489,011	679,584	20,778,541	14,758,423
Other Funds	6,671	37,664	66,886	66,885
Federal Funds	37,869	413,265	2,748,115	4,047,572
<b>TOTAL</b>	<b>533,551</b>	<b>1,130,513</b>	<b>23,593,542</b>	<b>18,872,880</b>
Dispute Resolution Commission				
General Fund	163,344	144,966	240,656	148,253
Other Funds	821,114	1,608,467	2,045,852	2,133,078
<b>TOTAL</b>	<b>984,458</b>	<b>1,753,433</b>	<b>2,286,508</b>	<b>2,281,331</b>
District Attorneys and Their Deputies				
General Fund	7,720,958	8,553,207	9,528,191	9,174,600
<b>TOTAL</b>	<b>7,720,958</b>	<b>8,553,207</b>	<b>9,528,191</b>	<b>9,174,600</b>
Justice, Department of				
General Fund	11,595,123	11,198,263	14,247,439	13,173,065
Other Funds	30,206,087	27,446,353	27,839,269	29,722,409
Nonadd Other Funds	(82,734,955)	(103,317,148)	(129,171,894)	(129,514,849)
Federal Funds	3,179,390	6,880,198	8,513,671	8,425,199
<b>TOTAL</b>	<b>44,980,600</b>	<b>45,524,814</b>	<b>50,600,379</b>	<b>51,320,673</b>
Military Department				
General Fund	9,209,978	10,082,542	10,009,477	12,059,784
Lottery Funds	1,338,337	0	0	0
Other Funds	4,667,167	4,100,641	4,472,250	4,603,620
Federal Funds	51,746,960	65,484,523	35,974,820	37,199,686
<b>TOTAL</b>	<b>66,962,442</b>	<b>79,667,706</b>	<b>50,456,547</b>	<b>53,863,090</b>
Parole and Post Prison Supervision, State Board of				
General Fund	2,715,300	2,777,824	3,098,416	2,875,279
Other Funds	3,148	11,451	3,548	3,548
<b>TOTAL</b>	<b>2,718,448</b>	<b>2,789,275</b>	<b>3,101,964</b>	<b>2,878,827</b>
Public Safety Standards & Training, Board on				
Other Funds	8,539,458	13,362,698	18,438,718	18,944,127
Federal Funds	1,106,864	1,381,426	2,039,668	2,039,651
<b>TOTAL</b>	<b>9,646,322</b>	<b>14,744,124</b>	<b>20,478,386</b>	<b>20,983,778</b>

	1995-97 ACTUALS	1997-99 ESTIMATED	1999-2001 RECOMMENDED	1999-2001 APPROVED
<b>State Police, Department of</b>				
General Fund	126,993,823	146,885,453	166,036,954	165,205,190
Lottery Funds	0	0	0	2,559,704
Other Funds	90,387,616	106,376,076	117,109,151	113,399,863
Federal Funds	69,757,803	95,353,100	69,212,792	57,455,650
<b>TOTAL</b>	<b>287,139,242</b>	<b>348,614,629</b>	<b>352,358,897</b>	<b>338,621,407</b>
<b>Youth Authority, Oregon</b>				
General Fund	133,850,853	179,077,490	211,022,921	204,193,102
Other Funds	48,552,332	19,955,999	15,668,913	18,141,655
Federal Funds	10,653,559	9,414,392	27,229,959	26,838,055
<b>TOTAL</b>	<b>193,146,744</b>	<b>208,457,881</b>	<b>253,921,803</b>	<b>249,172,822</b>
<b>PUBLIC SAFETY TOTAL</b>				
General Fund	769,674,635	1,011,832,586	1,218,853,742	1,181,500,875
Lottery Funds	1,338,337	0	0	2,559,704
Other Funds	615,452,099	243,663,692	281,642,370	444,804,713
Nonadd Other	(82,734,955)	(103,317,148)	(129,171,894)	(129,514,849)
Federal Funds	142,536,176	182,596,474	153,760,896	144,048,674
<b>TOTAL ALL FUNDS</b>	<b>1,729,001,249</b>	<b>1,438,092,752</b>	<b>1,654,256,908</b>	<b>1,772,913,956</b>
<b>ECONOMIC AND COMMUNITY DEVELOPMENT</b>				
<b>Economic Development Department</b>				
General Fund	3,353,962	4,512,960	3,358,744	3,470,796
Lottery Funds	112,923,580	69,935,002	77,261,001	80,480,463
Other Funds	29,019,417	61,432,862	188,962,627	203,331,681
Federal Funds	119,559,712	54,494,729	53,257,358	53,255,559
<b>TOTAL</b>	<b>264,856,671</b>	<b>210,375,553</b>	<b>322,839,740</b>	<b>340,538,499</b>
<b>Employment Department</b>				
General Fund	2,931,785	4,349,495	4,642,172	3,906,028
Lottery Funds	711,028	0	0	0
Other Funds	859,129,987	900,020,850	1,150,226,863	1,129,430,214
Nonadd Other Funds	0	0	0	(20,163,680)
Federal Funds	114,611,311	128,587,210	146,143,834	144,224,731
<b>TOTAL</b>	<b>977,384,111</b>	<b>1,032,957,555</b>	<b>1,301,012,869</b>	<b>1,277,560,973</b>
<b>Fair and Exposition Center, State</b>				
General Fund	0	41,496	727,809	698,696
Lottery Funds	0	250,000	1,439,702	1,176,677
Other Funds	17,602,114	12,640,301	24,521,747	14,453,454
<b>TOTAL</b>	<b>17,602,114</b>	<b>12,931,797</b>	<b>26,689,258</b>	<b>16,328,827</b>
<b>Historical Society passed through DAS</b>				
General Fund	900,000	840,905	864,450	1,264,450
<b>TOTAL</b>	<b>900,000</b>	<b>840,905</b>	<b>864,450</b>	<b>1,264,450</b>
<b>Housing and Community Services</b>				
General Fund	8,223,324	13,969,984	19,022,019	14,984,056
Lottery Funds	5,779,542	0	841,860	0
Other Funds	519,715,139	564,834,587	605,862,465	780,287,210
Federal Funds	114,540,518	117,893,499	123,045,746	127,714,546
<b>TOTAL</b>	<b>648,258,523</b>	<b>696,698,070</b>	<b>948,772,090</b>	<b>922,985,822</b>

	1995-97 ACTUALS	1997-99 ESTIMATED	1999-2001 RECOMMENDED	1999-2001 APPROVED
Oregon Public Broadcasting passed through DAS				
General Fund	0	3,259,250	3,350,509	3,350,509
Lottery Funds	3,112,061	0	0	0
TOTAL	3,112,061	3,259,250	3,350,509	3,350,509
Veterans' Affairs, Department of				
General Fund	2,279,470	2,367,395	2,458,361	2,415,104
Other Funds	1,729,256,920	1,526,844,975	889,197,770	888,447,328
TOTAL	1,731,536,390	1,529,212,370	891,656,131	890,862,432

#### ECONOMIC AND COMMUNITY DEVELOPMENT TOTAL

General Fund	17,688,541	29,341,485	34,424,064	30,089,619
Lottery Funds	122,526,211	90,186,002	79,542,563	81,657,140
Other Funds	3,154,723,577	3,065,773,575	3,058,771,472	3,015,949,887
Nonadd Other	0	0	0	(20,163,680)
Federal Funds	348,711,541	300,975,438	322,446,948	325,194,836
TOTAL ALL FUNDS	3,643,649,870	3,486,275,500	3,495,185,047	3,452,891,482

#### NATURAL RESOURCES

Agriculture, Department of				
General Fund	13,421,758	22,540,281	21,309,262	23,604,250
Lottery Funds	5,545,719	0	3,881,950	3,900,000
Other Funds	27,359,816	34,198,832	37,579,732	37,384,263
Federal Funds	5,946,760	2,652,376	6,096,931	5,052,508
TOTAL	52,274,053	59,391,489	67,867,875	69,951,021
Columbia River Gorge Commission				
General Fund	526,742	441,493	796,318	662,404
TOTAL	526,742	441,493	796,318	662,404
Environmental Quality, Department of				
General Fund	16,511,798	29,222,602	30,798,986	38,636,308
Lottery Funds	5,462,661	7,434,771	9,508,702	403,765
Other Funds	138,733,017	186,117,831	230,871,649	228,829,704
Federal Funds	19,564,019	31,443,339	28,959,198	32,169,327
TOTAL	180,271,495	254,218,543	300,138,536	300,039,104
Fish and Wildlife, Department of				
General Fund	12,718,453	17,566,645	21,554,215	16,211,319
Lottery Funds	2,224,954	0	4,711,400	3,747,295
Other Funds	79,379,305	90,593,071	91,116,591	87,072,041
Federal Funds	66,641,819	80,258,172	87,542,490	88,053,304
TOTAL	160,964,531	188,417,888	204,924,696	195,083,959
Forestry Department				
General Fund	24,418,439	27,953,986	33,736,930	32,567,810
Lottery Funds	672,247	352,567	219,000	379,427
Other Funds	119,553,388	142,656,918	159,770,454	157,191,487
Federal Funds	2,168,498	3,335,199	3,295,822	3,295,515
TOTAL	146,813,572	174,298,660	197,022,206	193,434,239

	1995-97 ACTUALS	1997-99 ESTIMATED	1999-2001 RECOMMENDED	1999-2001 APPROVED
<b>Geology and Mineral Industries</b>				
General Fund	2,671,643	2,729,198	3,259,269	3,175,962
Other Funds	1,854,446	2,693,303	2,573,007	2,571,277
Federal Funds	1,473,435	3,143,981	1,545,198	1,535,579
TOTAL	5,999,524	8,566,482	7,377,474	7,282,818
<b>Land Conservation &amp; Development, Department of</b>				
General Fund	6,918,651	7,914,446	9,488,953	9,482,998
Lottery Funds	750,137	0	0	0
Other Funds	175,538	1,942,126	4,313,052	2,797,356
Federal Funds	2,900,066	3,839,544	4,289,395	4,248,765
TOTAL	10,744,392	13,696,116	18,091,400	16,529,119
<b>Land Use Board of Appeals</b>				
General Fund	955,541	1,011,422	1,073,725	1,030,573
Other Funds	44,750	47,285	131,241	101,505
TOTAL	1,010,291	1,058,707	1,204,966	1,132,078
<b>Marine Board</b>				
Other Funds	15,500,708	17,705,910	16,712,955	16,623,992
Federal Funds	2,212,241	2,914,232	3,733,574	3,607,670
TOTAL	17,712,949	20,620,142	20,446,529	20,231,662
<b>Oregon Watershed Enhancement Board</b>				
General Fund	0	0	0	3,700,000
Lottery Funds	0	0	0	32,201,874
Other Funds	0	0	0	1,982,170
Federal Funds	0	0	0	1,500,000
TOTAL	0	0	0	39,384,044
<b>Parks and Recreation, Department of</b>				
General Fund	8,198,429	11,067,693	29,867	29,138
Lottery Funds	800,100	1,276,555	44,408,784	43,443,595
Other Funds	56,059,048	72,744,421	59,634,054	61,718,631
Federal Funds	1,820,611	1,965,068	3,253,773	3,253,759
TOTAL	66,868,188	87,053,737	107,328,498	108,445,123
<b>State Lands, Division of</b>				
General Fund	211,988	36,895	38,288	36,756
Lottery Funds	0	0	466,000	0
Other Funds	29,018,418	33,417,968	35,371,203	83,115,139
Federal Funds	1,171,013	1,437,540	1,663,280	1,663,274
TOTAL	30,401,419	34,892,403	38,538,771	84,815,169
<b>Water Resources Department</b>				
General Fund	14,755,535	28,470,410	23,524,876	20,781,986
Lottery Funds	8,495,973	2,170,000	31,715,244	0
Other Funds	10,108,652	10,908,650	12,250,281	6,022,888
Federal Funds	72,550	1,065,000	1,065,000	215,000
TOTAL	33,432,710	42,614,060	68,555,401	27,019,874

	1995-97 ACTUALS	1997-99 ESTIMATED	1999-2001 RECOMMENDED	1999-2001 APPROVED
<b>NATURAL RESOURCES TOTAL</b>				
General Fund	101,318,977	148,955,071	145,610,709	149,919,504
Lottery Funds	23,951,791	11,233,883	94,911,080	84,075,956
Other Funds	477,797,086	593,026,345	651,324,219	685,410,453
Federal Funds	103,972,012	131,964,451	140,444,661	144,604,701
<b>TOTAL ALL FUNDS</b>	<b>707,039,866</b>	<b>885,179,750</b>	<b>1,032,290,669</b>	<b>1,064,010,614</b>

**TRANSPORTATION TOTAL**

Transportation, Department of

General Fund	322,045	943,284	24,393,470	4,467,670
Lottery Funds	19,993,328	20,160,000	20,000,000	19,993,390
Other Funds	1,483,673,585	1,556,444,245	2,013,615,112	1,971,162,712
Nonadd Other	(41,111,776)	(52,354,109)	(69,509,937)	(52,521,954)
Federal Funds	14,704,109	22,756,897	59,200,562	66,057,271
<b>TOTAL ALL FUNDS</b>	<b>1,518,693,067</b>	<b>1,600,304,426</b>	<b>2,117,209,144</b>	<b>2,061,681,043</b>

**CONSUMER AND BUSINESS SERVICES**

Accountancy, State Board of

Other Funds	950,375	1,199,372	1,382,296	1,382,639
<b>TOTAL</b>	<b>950,375</b>	<b>1,199,372</b>	<b>1,382,296</b>	<b>1,382,639</b>

Architect Examiners, Board of

Other Funds	445,586	0	0	0
<b>TOTAL</b>	<b>445,586</b>	<b>0</b>	<b>0</b>	<b>0</b>

Bureau of Labor and Industries

General Fund	13,424,501	12,382,131	12,785,466	12,482,449
Other Funds	3,955,482	3,798,331	5,535,641	5,708,250
Federal Funds	1,150,527	1,151,536	1,271,790	1,275,148
<b>TOTAL</b>	<b>18,540,510</b>	<b>17,311,998</b>	<b>19,592,897</b>	<b>19,465,847</b>

Construction Contractors Board

Other Funds	7,736,804	9,294,815	12,350,181	10,335,229
<b>TOTAL</b>	<b>7,736,804</b>	<b>9,294,815</b>	<b>12,350,181</b>	<b>10,335,229</b>

Consumer and Business Services Dept.

General Fund	0	762,500	750,000	0
Other Funds	441,173,681	518,072,896	535,374,992	534,415,127
Federal Funds	6,458,184	6,746,551	5,399,214	5,388,392
<b>TOTAL</b>	<b>447,631,865</b>	<b>525,581,947</b>	<b>541,524,206</b>	<b>539,803,519</b>

Engineering & Land Surveying Examiners, Board of

Other Funds	838,009	0	0	0
<b>TOTAL</b>	<b>838,009</b>	<b>0</b>	<b>0</b>	<b>0</b>

Geologist Examiners, Board of

Other Funds	108,001	0	0	0
<b>TOTAL</b>	<b>108,001</b>	<b>0</b>	<b>0</b>	<b>0</b>

	1995-97 ACTUALS	1997-99 ESTIMATED	1999-2001 RECOMMENDED	1999-2001 APPROVED
HRLB - Barbers and Hairdressers, Board of				
Other Funds	2,411,656	2,277,261	2,602,383	2,595,079
TOTAL	2,411,656	2,277,261	2,602,383	2,595,079
HRLB - Chiropractic Examiners, Board of				
Other Funds	656,882	736,801	964,828	810,392
TOTAL	656,882	736,801	964,828	810,392
HRLB - Clinical Social Workers, Board of				
Other Funds	280,131	320,411	422,361	418,697
TOTAL	280,131	320,411	422,361	418,697
HRLB - Dentistry, Board of				
Other Funds	1,055,659	1,180,111	1,433,776	1,400,978
TOTAL	1,055,659	1,180,111	1,433,776	1,400,978
HRLB - Examiners for Speech Pathology & Audiology, Board of				
Other Funds	145,498	129,862	151,555	149,058
TOTAL	145,498	129,862	151,555	149,058
HRLB - Licensed Dieticians, Board of				
Other Funds	44,394	42,634	61,753	60,640
TOTAL	44,394	42,634	61,753	60,640
HRLB - Licensed Professional Counselors & Therapists, Board of				
Other Funds	211,501	283,959	311,267	308,575
TOTAL	211,501	283,959	311,267	308,575
HRLB - Massage Technicians, Board of				
Other Funds	356,713	415,279	484,610	480,715
TOTAL	356,713	415,279	484,610	480,715
HRLB - Midwifery, Board on Direct Entry				
Other Funds	23,383	29,213	0	108,767
TOTAL	23,383	29,213	0	108,767
HRLB - Mortuary and Cemetery Board				
Other Funds	677,659	757,468	929,649	912,348
TOTAL	677,659	757,468	929,649	912,348
HRLB - Naturopathic Examiners, Board of				
Other Funds	199,649	249,959	436,794	412,932
TOTAL	199,649	249,959	436,794	412,932
HRLB - Nursing Home Administrators, Board of				
Other Funds	140,299	173,183	190,231	188,242
TOTAL	140,299	173,183	190,231	188,242
HRLB - Occupational Therapy Licensing Board				
Other Funds	149,158	188,601	219,223	216,770
TOTAL	149,158	188,601	219,223	216,770
HRLB - Optometry, Board of				
Other Funds	295,577	0	0	0
TOTAL	295,577	0	0	0

	1995-97 ACTUALS	1997-99 ESTIMATED	1999-2001 RECOMMENDED	1999-2001 APPROVED
<b>HLRB - Pharmacy, Board of</b>				
Other Funds	1,441,582	1,711,560	2,460,616	2,158,523
TOTAL	1,441,582	1,711,560	2,460,616	2,158,523
<b>HLRB - Physical Therapist Licensing Board</b>				
Other Funds	301,681	378,467	447,997	431,935
TOTAL	301,681	378,467	447,997	431,935
<b>HLRB - Psychologist Examiners, Board of</b>				
Other Funds	342,461	466,268	587,972	585,811
TOTAL	342,461	466,268	587,972	585,811
<b>HLRB - Radiologic Technicians, Board of</b>				
Other Funds	236,040	294,830	411,657	352,182
TOTAL	236,040	294,830	411,657	352,182
<b>HLRB - Veterinary Medical Examiners</b>				
Other Funds	273,065	326,794	419,952	415,882
TOTAL	273,065	326,794	419,952	415,882
<b>Landscape Architect Board</b>				
Other Funds	158,981	0	0	0
TOTAL	158,981	0	0	0
<b>Landscape Contractors Board</b>				
Other Funds	246,913	391,881	449,604	427,901
TOTAL	246,913	391,881	449,604	427,901
<b>Medical Examiners, Board of</b>				
Other Funds	4,576,663	5,026,902	5,738,320	5,560,443
TOTAL	4,576,663	5,026,902	5,738,320	5,560,443
<b>Nursing, Board of</b>				
Other Funds	3,928,596	4,712,383	5,291,230	5,758,877
TOTAL	3,928,596	4,712,383	5,291,230	5,758,877
<b>Office of Energy</b>				
General Fund	0	0	0	1,425,000
TOTAL	0	0	0	1,425,000
<b>Oregon Board of Investigators</b>				
General Fund	0	38,520	0	0
Other Funds	0	78,811	216,898	269,188
TOTAL	0	117,331	216,898	269,188
<b>Public Utility Commission</b>				
Other Funds	33,897,387	23,266,184	29,718,347	29,053,056
Federal Funds	799,984	155,005	285,439	285,435
TOTAL	34,697,371	23,421,189	30,003,786	29,338,491
<b>Real Estate Agency</b>				
Other Funds	4,641,950	5,247,899	5,363,758	5,367,385
TOTAL	4,641,950	5,247,899	5,363,758	5,367,385
<b>Tax Service Examiners, State Board of</b>				
Other Funds	594,416	725,696	799,175	799,730
TOTAL	594,416	725,696	799,175	799,730

	1995-97 ACTUALS	1997-99 ESTIMATED	1999-2001 RECOMMENDED	1999-2001 APPROVED
<b>CONSUMER AND BUSINESS SERVICES TOTAL</b>				
General Fund	13,424,501	13,163,151	13,535,466	13,907,449
Other Funds	512,505,832	581,777,821	614,757,068	611,086,361
Federal Funds	8,408,695	8,053,092	6,956,443	6,948,975
<b>TOTAL ALL FUNDS</b>	<b>534,339,028</b>	<b>602,994,054</b>	<b>635,248,975</b>	<b>631,942,785</b>
<b>ADMINISTRATION</b>				
<i>Administrative Services, Department of</i>				
General Fund	5,168,307	4,735,746	6,380,374	6,355,315
Lottery Funds	3,556,641	4,000,000	7,085,812	0
Other Funds	57,238,195	59,008,244	57,794,753	51,591,041
Nonadd Other Funds	(303,744,052)	(337,099,106)	(340,266,186)	(340,266,186)
<b>TOTAL</b>	<b>65,951,143</b>	<b>67,743,990</b>	<b>71,240,939</b>	<b>57,946,356</b>
<i>Asian Affairs, Commission on</i>				
General Fund	0	25,759	135,000	129,325
Other Funds	23,312	83,771	20,000	20,000
<b>TOTAL</b>	<b>23,312</b>	<b>109,530</b>	<b>155,000</b>	<b>149,325</b>
<i>Black Affairs, Commission on</i>				
General Fund	129,916	25,777	135,000	126,695
Other Funds	352	76,172	20,000	20,000
<b>TOTAL</b>	<b>130,268</b>	<b>101,949</b>	<b>155,000</b>	<b>146,695</b>
<i>Capitol Planning Commission</i>				
Nonadd Other Funds	(198,926)	(224,731)	(248,200)	(245,084)
<b>TOTAL</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<i>Employment Relations Board</i>				
General Fund	1,221,094	1,150,389	1,324,548	1,261,238
Other Funds	1,076,381	1,236,019	1,418,092	1,417,365
<b>TOTAL</b>	<b>2,297,475</b>	<b>2,386,408</b>	<b>2,742,640</b>	<b>2,678,603</b>
<i>Government Standards and Practices Commission</i>				
General Fund	519,099	540,836	705,217	689,220
Other Funds	0	5,000	7,421	7,228
<b>TOTAL</b>	<b>519,099</b>	<b>545,836</b>	<b>712,638</b>	<b>696,448</b>
<i>Governor, Office of the</i>				
General Fund	4,237,026	4,984,668	5,574,516	5,352,877
Other Funds	606,220	1,162,916	779,803	780,177
Federal Funds	155,483	0	0	0
<b>TOTAL</b>	<b>4,998,709</b>	<b>6,147,582</b>	<b>6,354,319</b>	<b>6,133,054</b>
<i>Hispanic Affairs, Commission on</i>				
General Fund	122,555	25,770	135,000	126,252
Other Funds	212	106,700	77,495	77,493
<b>TOTAL</b>	<b>122,767</b>	<b>132,470</b>	<b>212,495</b>	<b>203,745</b>
<i>Liquor Control Commission</i>				
Other Funds	57,028,710	62,495,633	70,949,757	71,996,857
<b>TOTAL</b>	<b>57,028,710</b>	<b>62,495,633</b>	<b>70,949,757</b>	<b>71,996,857</b>



	1995-97 ACTUALS	1997-99 ESTIMATED	1999-2001 RECOMMENDED	1999-2001 APPROVED
<b>Public Employees Retirement System</b>				
Other Funds	1,867,609,485	2,935,426,080	3,230,332,463	3,228,962,522
TOTAL	1,867,609,485	2,935,426,080	3,230,332,463	3,228,962,522
<b>Racing Commission</b>				
General Fund	0	493,800	0	0
Lottery Funds	275,207	0	0	0
Other Funds	2,450,850	3,965,072	31,063,360	3,169,175
TOTAL	2,726,057	4,458,872	31,063,360	3,169,175
<b>Revenue, Department of</b>				
General Fund	90,697,201	96,195,212	104,222,779	110,397,224
Other Funds	12,122,321	14,267,561	13,068,606	12,766,183
Federal Funds	0	0	0	0
TOTAL	102,819,522	110,462,773	117,291,385	123,163,407
<b>Secretary of State</b>				
General Fund	14,802,944	10,164,236	10,434,984	11,761,826
Other Funds	9,804,252	11,006,970	12,147,406	11,699,898
Nonadd Other Funds	(9,639,204)	(11,603,715)	(11,678,583)	(10,674,896)
Federal Funds	0	0	1	1
TOTAL	24,807,196	21,171,206	22,582,391	23,461,725
<b>State Library</b>				
General Fund	2,154,871	2,738,955	2,793,918	3,098,852
Other Funds	3,836,756	4,451,578	4,812,503	4,826,621
Federal Funds	2,458,232	3,295,427	3,554,335	3,554,327
TOTAL	8,449,859	10,485,960	11,160,756	11,479,800
<b>Treasurer of State</b>				
Other Funds	15,142,158	20,658,796	20,790,858	21,120,309
TOTAL	15,142,158	20,658,796	20,790,858	21,120,309
<b>Women, Commission for</b>				
General Fund	124,248	25,777	135,000	125,445
Other Funds	25,615	136,096	53,038	53,038
TOTAL	149,863	161,873	188,038	178,483
<b>ADMINISTRATION TOTAL</b>				
General Fund	119,175,261	121,106,923	131,966,336	139,424,269
Lottery Funds	3,831,848	4,000,000	7,085,812	0
Other Funds	2,026,964,819	3,114,086,608	3,443,335,565	3,408,507,907
Nonadd Other	(313,562,192)	(348,927,552)	(352,392,969)	(351,386,166)
Federal Funds	2,613,695	3,295,427	3,554,336	3,554,328
TOTAL ALL FUNDS	2,152,585,623	3,242,488,958	3,585,932,049	3,551,486,504
<b>LEGISLATIVE BRANCH</b>				
<b>Indian Services, Commission on</b>				
General Fund	255,631	291,303	311,712	311,712
Other Funds	50	5,491	5,645	5,645
TOTAL	255,681	296,794	317,357	317,357

	1995-97 ACTUALS	1997-99 ESTIMATED	1999-2001 RECOMMENDED	1999-2001 APPROVED
<b>Legislative Administration Committee</b>				
General Fund	12,490,045	14,826,823	14,393,830	19,789,522
Lottery Funds	2,073,613	0	0	0
Other Funds	1,766,525	2,382,035	2,487,071	2,487,071
<b>TOTAL</b>	<b>16,330,183</b>	<b>17,208,858</b>	<b>16,880,901</b>	<b>22,276,593</b>
<b>Legislative Assembly</b>				
General Fund	18,850,909	20,577,451	20,812,507	24,064,884
Other Funds	231,328	262,754	272,643	272,643
<b>TOTAL</b>	<b>19,082,237</b>	<b>20,840,205</b>	<b>21,085,150</b>	<b>24,337,527</b>
<b>Legislative Counsel Committee</b>				
General Fund	3,696,328	4,612,226	6,027,344	5,419,909
Other Funds	1,027,538	2,029,855	2,096,212	2,161,648
<b>TOTAL</b>	<b>4,723,866</b>	<b>6,642,111</b>	<b>8,123,556</b>	<b>7,581,557</b>
<b>Legislative Fiscal Officer</b>				
General Fund	2,274,261	2,931,274	3,311,588	3,313,760
<b>TOTAL</b>	<b>2,274,261</b>	<b>2,931,274</b>	<b>3,311,588</b>	<b>3,313,760</b>
<b>Legislative Revenue Officer</b>				
General Fund	993,642	1,084,508	1,139,749	1,461,375
<b>TOTAL</b>	<b>993,642</b>	<b>1,084,508</b>	<b>1,139,749</b>	<b>1,461,375</b>
<b>LEGISLATIVE BRANCH TOTAL</b>				
General Fund	38,560,816	44,323,565	45,996,730	54,361,162
Lottery Funds	2,073,613	0	0	0
Other Funds	3,025,441	4,680,165	4,851,571	4,927,007
<b>TOTAL ALL FUNDS</b>	<b>43,659,870</b>	<b>49,003,750</b>	<b>50,858,301</b>	<b>59,288,169</b>
<b>JUDICIAL BRANCH</b>				
<b>Court Procedures, Council on</b>				
General Fund	85,908	91,605	97,807	97,086
Other Funds	4,408	8,000	8,224	8,000
<b>TOTAL</b>	<b>90,316</b>	<b>99,605</b>	<b>106,031</b>	<b>105,086</b>
<b>Judicial Department</b>				
General Fund	278,718,823	308,023,084	350,514,380	357,238,206
Other Funds	3,561,303	6,169,155	8,098,273	7,830,927
Federal Funds	109,432	475,124	614,369	840,003
<b>TOTAL</b>	<b>282,389,558</b>	<b>314,667,363</b>	<b>359,227,022</b>	<b>365,909,136</b>
<b>Judicial Fitness and Disability, Commission on</b>				
General Fund	309,272	212,103	222,194	198,631
<b>TOTAL</b>	<b>309,272</b>	<b>212,103</b>	<b>222,194</b>	<b>198,631</b>
<b>Public Defender</b>				
General Fund	3,947,506	4,630,341	4,878,772	5,493,320
Other Funds	0	1,122	0	0
<b>TOTAL</b>	<b>3,947,506</b>	<b>4,631,463</b>	<b>4,878,772</b>	<b>5,493,320</b>

	1995-97 ACTUALS	1997-99 ESTIMATED	1999-2001 RECOMMENDED	1999-2001 APPROVED
<b>JUDICIAL BRANCH TOTAL</b>				
General Fund	283,061,509	312,967,133	355,713,153	363,027,243
Other Funds	3,565,711	6,178,277	8,106,497	7,838,927
Federal Funds	109,432	475,124	614,369	840,003
<b>TOTAL ALL FUNDS</b>	<b>286,736,652</b>	<b>319,610,534</b>	<b>364,434,019</b>	<b>371,706,173</b>
<b>MISCELLANEOUS</b>				
Emergency Fund				
General Fund	0	24,874,893	39,500,000	41,900,000
<b>TOTAL</b>	<b>0</b>	<b>24,874,893</b>	<b>39,500,000</b>	<b>41,900,000</b>
Emergency Fund - Salary Adjustment & Employee Benefits				
General Fund	0	0	40,000,000	40,000,000
<b>TOTAL</b>	<b>0</b>	<b>0</b>	<b>40,000,000</b>	<b>40,000,000</b>
SAIF Repayment - Court Judgment				
General Fund	80,000,000	80,000,000	80,000,000	0
<b>TOTAL</b>	<b>80,000,000</b>	<b>80,000,000</b>	<b>80,000,000</b>	<b>0</b>
<b>MISCELLANEOUS TOTAL</b>				
General Fund	80,000,000	104,874,893	159,500,000	81,900,000
<b>TOTAL ALL FUNDS</b>	<b>80,000,000</b>	<b>104,874,893</b>	<b>159,500,000</b>	<b>81,900,000</b>
<b>STATEWIDE TOTALS</b>				
General Fund	7,426,952,308	8,805,488,321	10,181,301,545	10,126,492,066
Lottery Funds	757,308,391	586,996,655	505,683,634	504,110,761
Other Funds	10,551,826,985	12,215,857,171	12,510,342,419	13,222,510,129
Nonadd Other Fun	(516,846,325)	(641,523,184)	(682,667,879)	(677,034,816)
Federal Funds	3,965,721,358	5,127,398,163	5,539,529,818	5,724,490,648
<b>TOTAL ALL FUNDS</b>	<b>22,701,809,052</b>	<b>26,735,740,310</b>	<b>28,736,857,416</b>	<b>29,577,603,804</b>