Information Regarding 27-29 Agency Request Budget (ARB) Agency Risk Charges

DAS Risk Management (DAS RM) has completed allocation of the Agency Request Budget risk charges for the 2027-2029 biennium.

All agencies with risk charges can find them on the DAS RM web site, under “agency costs”. They are also listed in the “Oregon State Government Price List of Goods and Services” for the 2027-2029 Biennium, published by the Department of Administrative Services.

Pursuant to ORS 278.435(1), the intent of the total biennial risk charge is to reflect the expected losses for the period. Risk charges would ideally be sufficient to, along with investment income on the Insurance Fund, cover the present value of all forecasted losses and expenses which arise from all activities during a biennium, including the “tails” of claims that extend beyond the respective biennium. It is based on analyses by external, qualified independent actuaries.

The 2027-2029 ARB risk charges total $442,777,359.

This is an increase of about 35%, or about $114 million, from the legislatively approved total for the 2025-2027 biennium. In recent biennia, funding to a full degree has not occurred due to budget constraints. This, along with dramatically increasing losses from claims, is responsible for another large increase being needed for 2027-2029.

The total is allocated to the three main coverages of property, liability, and workers’ compensation, and is then allocated to 120 agencies based on recent claim counts and severity, full-time equivalents, and property values. The allocation methodology has now remained consistent for five biennia.

For more information about risk charges, refer to the DAS Risk Management web site or contact Karl Anderson at karl.anderson@das.oregon.gov or (971) 719-1590.

Karl Anderson 5/10/26