

**REVENUE IMPACT OF
PROPOSED LEGISLATION**
75th Oregon Legislative Assembly
2010 Special Session
Legislative Revenue Office

Bill Number: HB 5101 A
Revenue Area: Lottery Revenue
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Date: Feb-22-2010

Measure Description: lottery allocation adjustments and the Criminal Fine and Assessment Account (CFAA) allocation adjustments needed to implement the 2010 session budget reconciliation.

Revenue Impact:

The measure adjusts for shortfall of Lottery revenue from latest forecast. The \$69 million total revenue shortfall is divided among several constitutional and statutory uses. The state budget has to immediately makeup for \$33.6 million that shortfall.

Impact Explanation:

The Oregon Lottery collects revenues from traditional and video lottery. It pays player prizes and its operating expenses out of the gross revenues and then transfers the balance (net profits) to the Economic Development Fund (EDF). The Department of Administrative Services then distributes funds to the constitutional and statutory funding priorities, including Legislative allocations.

The March 2010 revenue forecast for available lottery funds in this biennium is \$69,088,400 below the level assumed in the 2009 Legislatively Adopted Budget.

Total Available Resources in Millions	<i>(69.088)</i>
ALLOCATION OF RESOURCES	
County Economic Development	<i>(3.271)</i>
Education Stability Fund	<i>(11.770)</i>
Oregon Capital Matching Account	<i>0.000</i>
Parks and Natural Resources Fund	<i>(9.808)</i>
Collegiate Athletics	<i>0.001</i>
Gambling Addiction	<i>(0.654)</i>
County Fairs	<i>0.001</i>
Debt Service on Lottery Bonds	<i>0.001</i>
Other Legislatively Adopted Allocations	<i>0.000</i>
Total Distributions	<i>(25.503)</i>
Discretionary Resources	<i>(43.585)</i>
Ending Balance	10.0
total reduction in revenue	<i>(33.585)</i>

The resulting negative amounts will be offset by fund shifts and savings (see Fiscal Impact Report)