
MEMORANDUM

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To: Capital Construction Subcommittee

From: Steve Bender, Legislative Fiscal Office
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Date: July 7, 2013

Subject: SB 5532 – Lottery Allocation Bill
Work Session Recommendations

Senate Bill 5532 allocates Lottery Funds from the Administrative Services Economic Development Fund to finance expenditures approved in the Legislatively Adopted Budget. Distribution of Lottery Funds to the Education Stability Fund and to the Parks and Natural Resources Fund are made under provisions of the State Constitution, and are not approved in statute. Senate Bill 5532 establishes most of the allocations that are made by statute. This biennium, allocations of Lottery Funds from the Administrative Services Economic Development Fund are also made by Senate Bill 813 and House Bill 2323.

The attached tables identify the allocations and distributions of Lottery Funds, including those made by the Constitution and by other bills, for the 2013-15 biennium budget.

Motion #1: Move the allocations and allocation amounts needed to provide the allocation levels specified in the attached LFO tables to SB 5532.

Measure as Modified

The measure, as amended, is recommended to be moved to the full Committee on Joint Ways and Means.

Motion #2: Move SB 5532 to the full committee with a “do pass” recommendation, as amended.

Assignment of Carriers

Full: _____

Senate Floor: _____

House Floor: _____

2013-15 LOTTERY FUNDS ALLOCATIONS AND EXPENDITURES

	New Lottery Funds Allocation	Beginning Lottery Balance	Interest and Other Earnings	LAB Expenditure Limitation	Ending Lottery Balance
ECONOMIC DEVELOPMENT FUND					
DEBT SERVICE COMMITMENTS					
Department of Education Outstanding bonds	41,488,406	454,559		41,942,965	
Oregon University System Outstanding bonds	25,550,980	20,509		25,571,489	
Oregon Business Development Department Outstanding bonds	47,857,951	168,986		48,026,937	
Housing and Community Services Dept. Outstanding bonds	9,411,695	17,271		9,428,966	
Department of Transportation Outstanding bonds	93,841,992	111,978		93,953,970	
Department of Administrative Services Outstanding bonds	8,808,024	84,366		8,892,390	
Community Colleges & Workforce Development Outstanding bonds	9,380,970	140,057		9,521,027	
Department of Forestry Outstanding bonds	2,519,440	3,692		2,523,132	
Department of Energy Outstanding bonds	2,162,153	3,897		2,166,050	
Water Resources Department Outstanding bonds	573,172	853		574,025	
OTHER ALLOCATIONS					
Oregon University System Sports Lottery Account	8,000,000			8,000,000	
Department of Education State School Fund	327,374,109			327,374,109	
Oregon Growth Fund	1,900,000				
DAS - Distribution to County Fairs	3,669,380	23,682		3,669,380	23,682
Oregon Business Development Department Shared Services	7,819,653			7,819,653	
Business, Innovation, Trade Film and Video	54,432,117 1,130,544	4,069,326		58,501,443 1,130,544	
Office of the Governor Economic Revitalization Team	3,261,204	84,902		3,261,204	84,902
Oregon Health Authority Problem Gambling Treatment Fund	10,545,832		7,338	10,545,832	7,338
Forestry Department Eastern Oregon Forest Collaboration	2,885,000			2,885,000	
TOTAL ECONOMIC DEVELOPMENT FUND	\$662,612,622	\$5,184,078	\$7,338	\$665,788,116	\$2,015,922
EDUCATION STABILITY FUND / OREGON EDUCATION FUND					
Oregon Student Access Commission Oregon Opportunity Grants	246,222	2,704,861		246,223	2,704,860
Department of Education Education bonds outstanding	738,668	271,976		428,111	582,533
TOTAL EDUCATION STABILITY/OREGON EDUCATION F	\$984,890	\$2,976,837	\$0	\$674,334	\$3,287,393

LOTTERY FUNDS CASH FLOW SUMMARY

	2011-13 Estimated Budget	2013-15 Legislatively Adopted Budget
ECONOMIC DEVELOPMENT FUND		
RESOURCES		
Beginning Balance	\$333,528	\$3,491,087
REVENUES		
Transfers from Lottery		
Net Proceeds	1,071,637,267	1,054,583,137
Administrative Savings	8,005,457	
Other Revenues	4,027,987	1,400,000
Total Revenue	1,083,670,711	1,055,983,137
TOTAL RESOURCES	1,084,004,239	1,059,474,224
DISTRIBUTIONS / ALLOCATIONS		
Allocation of Video Lottery Revenues to Counties	(36,309,783)	(33,849,166)
Allocation to OUS for Sports Lottery Account	(8,405,488)	(8,000,000)
Distribution to the Education Stability Fund	(194,335,690)	(189,824,965)
Distribution to the Parks and Natural Resources Fund	(161,946,409)	(158,187,471)
Allocation to the Problem Gambling Treatment Fund	(10,350,984)	(10,545,832)
Allocation to the State School Fund	(363,665,513)	(327,374,109)
Debt Service Allocations	(248,243,839)	(241,594,783)
Other Agency Allocations	(57,255,446)	(75,097,898)
TOTAL DISTRIBUTIONS / ALLOCATIONS	(1,080,513,152)	(1,044,474,224)
ENDING BALANCE	\$3,491,087	\$15,000,000
EDUCATION STABILITY FUND		
(not including Oregon Growth Account)		
RESOURCES		
Beginning Balance	5,061,518	7,584,467
Revenues		
Transfer from the Economic Development Fund	184,804,102	170,842,468
Interest Earnings	618,295	984,890
Total Revenue	185,422,397	171,827,358
TOTAL RESOURCES	190,483,915	179,411,825
DISTRIBUTIONS		
Oregon Education Fund - Lottery Bond Debt Service	(493,010)	(738,668)
Oregon Student Access Commission - Opportunity Grants	(164,337)	(246,222)
State School Fund	(182,239,000)	0
TOTAL DISTRIBUTIONS	(182,896,347)	(984,890)
ENDING BALANCE	\$7,587,568	\$178,426,935