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**Joint Committee on
Ways and Means**

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Date: March 14, 2013
To: Capital Construction Subcommittee
From: Ken Rocco, Legislative Fiscal Office
Subject: **2011-13 Budget Rebalance Program Change – HB 2837**

The following table shows the individual components of the program changes necessary to implement the 2011-13 budget rebalance actions being taken in HB 5052.

Most of the changes proposed for the bill are reductions to lottery funds allocations as part of the rebalance of the state's lottery budget to the March 2013 forecast. All statutory lottery funds allocations, excluding allocations to pay debt service, are decreased by 2.18% to reduce total lottery funds allocations to the amount now forecasted to be available for the 2011-13 biennium. Expenditure limitation decreases will be incorporated into HB 5052.

Other changes include a Criminal Fine Account increased allocation for county juvenile and adult corrections and alcohol and drug programs, clarifying language changes for the allocation of Criminal Fine Account distributions, and a transfer of Other Funds from the Wage Security Fund to the General Fund to complete an action taken by the Emergency Board in December 2012.

These items will be incorporated into an official amendment to HB 2837 for adoption by the Joint Committee on Ways and Means after the Capital Construction Subcommittee takes action to recommend approval of these conceptual changes.

Section/Gov't Unit	Program Change	Fiscal Impact
Department of Corrections	Increases allocation of moneys from the Criminal Fine Account for county juvenile and adult corrections programs and facilities; results in General Fund decline.	\$3,053,176
Business Development Department	Decreases lottery funds allocation for the Shared Services program due to lottery revenue forecast declines.	(\$145,632)
Business Development Department	Decreases lottery funds allocation for the Business, Innovation, and Trade program due to lottery revenue forecast declines.	(\$990,130)

Business Development Department	Decreases lottery funds allocation for the Oregon Film and Video Office due to lottery revenue forecast declines.	(\$24,548)
Department of Education	Decreases lottery funds allocation for the State School Fund due to lottery revenue forecast declines.	(\$8,096,204)
Office of the Governor	Decreases lottery funds allocation for ERT due to lottery revenue forecast declines.	(\$40,436)
Oregon University System	Decreases lottery funds allocation for the Sports Lottery Account due to lottery revenue forecast declines.	(\$187,232)
County Economic Development	Decreases lottery funds allocation for county economic development due to lottery revenue forecast declines.	(\$808,801)
Oregon Health Authority	Decreases lottery funds allocation for gambling addiction treatment due to lottery revenue forecast declines.	(\$230,568)
County Fairs	Decreases lottery funds allocation for county fairs due to lottery revenue forecast declines.	(\$78,446)
Department of Agriculture	Decreases lottery funds allocation for county fair administration due to lottery revenue forecast declines.	(\$400)
Bureau of Labor and Industries	Transfers funds from the Wage Security Fund to the General Fund for general governmental purposes as part of a December 2012 Emergency Board action; results in a General Fund increase.	\$76,069
Criminal Fine Account	Allows Criminal Fine Account monies distributed to counties to be used for drug and alcohol programs. Establishes legislative intent that distributions to counties be based on the funding they received from certain county assessments added to criminal fines during the 2009-11 biennium.	No Fiscal
	Emergency clause.	No fiscal