

**REVENUE IMPACT OF  
PROPOSED LEGISLATION**  
Seventy-Seventh Oregon Legislative Assembly  
2013 Regular Session  
Legislative Revenue Office

Bill Number: HJR 29-A  
Revenue Area: Lottery Revenue  
Economist: Mazen Malik  
Date: 04/15/2013

*Only Impacts on Original or Engrossed  
Versions are Considered Official*

**Measure Description:**

Proposes amendment to Oregon Constitution to include providing services to veterans among public purposes for which net proceeds of Oregon State Lottery may be spent.

**Revenue Impact:**

One percent of lottery funds would become a new dedication of lottery revenue. That amount will slice discretionary funds and not impact other constitutionally dedicated funds. This statement is issued to facilitate the movement of this measure to the committee on Revenue.

**Impact Explanation:**

Presently, lottery funds are distributed in proportions specified by either the constitution or statutes. Constitutional dedication includes 18% to the Educational Stability, 15% to parks and watershed protection (7.5% for parks, 7.5% for salmon habitat and watershed management), and debt service payments. The statutory distribution includes 2.5% of video lottery to counties economic development, 1% for addiction prevention, 1% for county fair, and 1% to intercollegiate athletics. The remainders of the lottery funds are discretionary to be spent on education and economic development.

House Joint Resolution 29 proposes an amendment to the Oregon Constitution allocating one percent of net proceeds to veterans' services. One percent of lottery net proceeds are approximately \$10 million a biennium. A permanent dedication of one percent of lottery funds would come from discretionary funds and not impact other constitutionally dedicated funds. The full impacts of the measure on revenue will be examined when the measure is transferred to the revenue committee.

**Creates, Extends, or Expands Tax Expenditure:** Yes  No

Further Analysis Required