
MEMORANDUM

Legislative Fiscal Office
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To: Capital Construction Subcommittee

From: Steve Bender, Legislative Fiscal Office
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Date: February 25, 2016

Subject: HB 5201 – Lottery and Criminal Fine Account Allocations
Work Session Recommendations

HB 5201 modifies and establishes allocations from the Administrative Services Economic Development Fund (Lottery Funds) and from the Criminal Fine Account (CFA). The purpose of these modifications is to distribute lottery and CFA resources as needed to implement 2016 Session budget adjustments.

The Legislative Fiscal Office recommends adoption of the HB 5201-4 amendments, which are needed to conform allocations to the budget reconciliation implemented by SB 5701. The forecast for current biennium lottery resources has increased by \$58.6 million (or 5.1%) over the level forecast during the 2015 Session. The bill increases certain program lottery allocations to supplement funding for new or expanded initiatives, and for employee compensation adjustments. The bill also increases the lottery allocation to the State School Fund (SSF), to finance a rebalance of SSF funding sources. Total support for the SSF in the budget is unchanged. With the allocation adjustments in HB 5201-4, the projected Lottery Funds ending balance is \$15 million. The bill also increases allocation from the CFA to support the budget reconciliation.

Amendment

The Legislative Fiscal Office recommends adoption of the HB 5201-4 amendments. These amendments:

- Increase lottery allocations by \$819,035, and Criminal Fine Account allocations by \$1,063,680, to address costs of employee compensation plan changes.
- Establish a \$400,000 lottery allocation to the Oregon Business Development Department (OBDD) for the redevelopment of the Port of Port Orford Cannery Building.
- Increase lottery allocations to OBDD by \$260,514 to expand administrative support for the Seismic Rehabilitation Grant Program, by \$200,000 for the Oregon Wave Energy Trust, and by \$100,000 for a Willamette Valley Intermodal Hub Feasibility Study.

- Increase the CFA allocation to the Department of Public Safety Standards and Training for a one-time increase in training classes.
- Increase the lottery allocation to the State School Fund by \$39,553,391. The budget rebalance also reduces the SSF General Fund appropriation by the same amount; therefore, the budget rebalance does not change the level of SSF support approved in the 2015 session. Fund sources for the SSF are adjusted, however, to implement budget reconciliation.

Motion #1: Move the –4 amendments to HB 5201.

Measure as Modified

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

Motion #2: Move HB 5201 to the full committee with a “do pass” recommendation, as amended.

Assignment of Carriers

Full: _____

House Floor: _____

Senate Floor: _____