

HB 4069 -2 STAFF MEASURE SUMMARY

House Committee On Revenue

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Sub-Referral To: Joint Committee On Ways and Means

Meeting Dates: 2/5, 2/15

WHAT THE MEASURE DOES:

Specifies that each biennium, 2.5 percent of the forecasted net receipts from video lottery games be transferred to counties for economic development activities. Directs that the difference between disbursement based on forecasted net receipts and actual net receipts be reconciled in specified ways. Applies changes, starting from July 1, 2019. Makes provisions so that the amounts of aforementioned transfers to counties not be affected by any transfer of lottery revenue to the Public Employees Retirement Fund. Takes effect on the 91st day after adjournment sine die.

ISSUES DISCUSSED:

- Background information and history of use of lottery revenue for county economic development purpose
- Lack of true-up process

EFFECT OF AMENDMENT:

-2 replaces the original measure.

BACKGROUND:

ORS 461.547 states that the Lottery shall transfer 2.5 percent of the net video lottery receipts to counties for economic development activities. The money's first flow into the Administrative Services Economic Development Fund, to be distributed to counties based on a specified formula. In the past biennia, the Legislature appropriated fixed amounts, by suspending 2.5 percent transfer requirement.