

# SUBCOMMITTEE RECOMMENDATION

## **SB 5703**

### **Allocations**

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To: Ways and Means Full Committee  
From: Capital Construction Subcommittee  
Carrier: Senator Lieber

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SB 5703 modifies lottery and other revenue allocations within the resources forecasted in the March 2026 state economic forecast.

The measure decreases lottery allocations by \$42.5 million, which accounts for adjustments to allocations for constitutional allocations, the State School Fund, state employee compensation, and debt service adjustments across multiple agencies. After allocation adjustments included in SB 5703, the Economic Development Fund is projected to have an ending balance of \$25 million.

The measure modifies Criminal Fine Account allocations to balance to a 10% decline in revenues. Previous allocations to the Oregon Judicial Department, Department of Justice, and Department of Human Services are reduced and backfilled with General Fund. The Oregon Marijuana Account allocation to the Drug Treatment and Recovery Services Fund is reduced by \$15.6 million, consistent with the revenue forecast. The Fund for Student Success is rebalanced to the March 2026 forecast and to use the balance of funds remaining in the Statewide Education Initiatives Account and Early Learning Account from the prior biennium.

The Capital Construction Subcommittee recommends SB 5703 be amended by the –1 amendment and be reported out do pass, as amended.