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Budget Information Brief / 2011-2

2011-13 Legislatively Adopted Budget General Fund and Lottery Funds – Summary

The Oregon Legislature adopted a 2011-13 budget comprised of planned expenditures of \$13.6 billion General Fund, \$1.1 billion Lottery Funds, \$28.8 billion Other Funds, and \$14.4 billion Federal Funds. The total state budget for the 2011-13 biennium of \$57.8 billion is a 7.1% decrease from the 2009-11 legislatively approved budget.

After each session of the Legislature, the Legislative Fiscal Office (LFO) produces publications that summarize the overall state budget and that provide details on individual state agency adopted budgets. This process normally takes several weeks and is ultimately dependent upon final Governor actions on bills and the official close-of-session forecast. However, in light of public interest in details of the adopted budget, LFO has prepared this Budget Information Brief to provide preliminary data on the General Fund/Lottery Funds budget adopted for the 2011-13 biennium during the 2011 regular session of the Legislature. Additional detail will be provided in the next two months on this component of the budget as well as the total budget, including Other Funds and Federal Funds.

The budget display on the following page shows the General Fund and Lottery Funds revenues and expenditures as approved during the 2011 regular session. The basic revenue numbers are representative of the May 2011 economic and revenue forecast. Lottery Funds are split between regular Lottery Funds and Measure 76 Lottery Funds; this is done since Measure 76 (M76) Lottery Funds are dedicated to specific uses and cannot be used as flexibly as General Fund and regular Lottery Funds.

The attached table is broken into three sections – resources, expenditures, and ending balances.

Resources:

- Resources are based on the May 2011 forecast, but are adjusted with beginning balance and agency specific interest earnings that are ultimately included in expenditures.
- The General Fund resources from the forecast are adjusted by the estimated amount of interest costs for the use of Tax Anticipation Notes by the Treasury.
- Lottery Funds are reduced by projected distributions for county economic development and transfers to the Education Stability Fund, which are not part of the adopted budget.
- Additional resources approved by the Legislature during the session are identified, including the legislation responsible for the resource change.
- Includes the amount of additional tax credits beyond current law as approved by the Legislature.
- Actual final resources will be officially presented in the close-of-session forecast in September.

Expenditures are identified as approved in all budget actions taken by the Legislature during the 2011 regular session for the 2011-13 biennium.

Ending Balances:

- Regular ending balances include \$147 million General Fund and \$15 million Lottery Funds.
- The supplemental ending balance created due to uncertainty regarding the state's overall economic situation totals \$299.3 million General Fund and \$12.5 million Lottery Funds, for a total of \$311.8 million. An additional \$6.1 million supplemental ending balance is established for Measure 76 Lottery Funds, but this amount is dedicated to Parks and Natural Resources.
- Other Lottery Funds ending balances exist for the Parks and Recreation Department for cash flow and debt service requirements (\$12.7 million M76) and for specific agency needs (\$2.6 million).

2011-13 Legislatively Adopted Budget

2011-13 Legislatively Adopted Budget					
	General Fund	Lottery Funds	LF-M76	Total GF/LF	Comments
May 2011 Forecast Revenues					
Beginning Balance	-	11.8	17.4	29.2	Carry-forward amounts from agencies
Agency Interest Earnings	-	1.2	0.6		Interest on agency LF accounts
Projected Revenues	13,901.4	961.6	169.2	15,032.2	
Total Resources	13,901.4	974.6	187.3	15,061.4	
Anticipated Administrative Actions	(23.1)	-	-	(23.1)	TANS projected interest costs
Total Available Resources	13,878.3	974.6	187.3	15,040.1	
Dedicated Distributions					
County Economic Development	-	(37.1)	-	(37.1)	Adjusted for ERT
Education Stability Fund	-	(203.1)	-	(203.1)	
Net Current Law Resources	13,878.3	734.4	187.3	14,799.9	
Additional Resources					
Education Stability Fund for SSF	-	100.0	-	100.0	SB 5553
ESF Withdrawal for Education Plan	-	82.2	-	82.2	HB 5055
DOR Enhanced Audits/Collections	14.7	-	-	14.7	HB 5040
Tax Enforcement Fund	18.0	-	-	18.0	SB 939
Tax Amnesty Fund	2.6	-	-	2.6	SB 939
OLCC Bottle Surcharge	29.0	-	-	29.0	SB 939
SOS Business Registry Fees	4.7	-	-	4.7	SB 939
DAS Refunding of Agency Charges	9.1	-	-	9.1	SB 939
DOJ - Fund transfer used in DOJ	6.0	-	-	6.0	SB 939
OHA - TURA transfer	1.7	-	-	1.7	SB 939
DAS - Insurance Fund transfer	5.0	-	-	5.0	SB 939
School Facilities Task Force	-	1.4	-	1.4	SB 939
Court Fee Revenue	55.3	-	-	55.3	HB 2710/HB 2712
OLCC Distribution	2.2	-	-	2.2	SB 5522
OUS - GF Interest Earnings	(7.4)	-	-	(7.4)	SB 242
Total Additional Resources	140.9	183.6	-	324.5	
Tax Credits	(10.3)	-	-	(10.3)	
Net Resources	14,008.9	918.0	187.3	15,114.1	
2011-13 Expenditures by Program					
	General Fund	Lottery Funds	LF-M76	Total GF/LF	
Education (All Other)	1,596.6	84.8	-	1,681.4	
State School Fund	5,155.3	557.0	-	5,712.3	+\$23 million from CSF for \$5.735 billion
Human Services	3,803.8	10.8	-	3,814.6	
Public Safety	1,906.1	-	6.7	1,912.8	
Judicial	581.9	-	-	581.9	
Transportation	17.4	69.7	-	87.1	
Economic Development	24.0	146.7	-	170.7	
Natural Resources	129.0	5.3	161.8	296.1	Regular LF is lottery bond debt service
Consumer and Business Services	11.3	-	-	11.3	
Administration	184.1	13.6	-	197.7	
Legislative Branch	80.2	-	-	80.2	
Emergency Fund	72.7	-	-	72.7	General Purpose (\$25 million) plus SPAs
Total 2011-13 Budgeted Expenditures	13,562.6	887.8	168.5	14,618.9	
Ending Balance Supplement	299.3	12.5	6.1	318.0	If forecasts are stable, then FY 2012-13 may be restored with up to \$311.8 million
Final Fiscal Position (Ending Balance)	147.0	17.6	12.7	177.3	M76 = OPRD cash flow/debt service
Total Ending Balance	446.3	30.1	18.8	495.3	See page 1 for details

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