

STATE OF OREGON  
**LEGISLATIVE REVENUE OFFICE**  
STATE CAPITOL BUILDING  
900 COURT ST. NE RM 160  
SALEM, OREGON 97301  
PHONE (503) 986-1266

Chris Allanach, Legislative Revenue Officer

## LRO FORECAST SUMMARY

### 2026: Q2

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### SUMMARIZED CHANGES IN 2025-27 REVENUE & RESOURCES

(\$ Million)			
	2026: Q2 Forecast	Difference from	
		Close of Session	2026: Q1 Forecast
General Fund (GF) Beginning Balance	2,165.8	-77.2	0.0
Net GF Revenue	35,691.9	139.0	345.0
Appropriations	37,513.1	190.0	198.3
GF Ending Balance	344.6	-128.2	146.7
Lottery Resources	1,901.3	-31.0	35.2
Net GF and Lottery Resources	39,759.1	30.8	380.2

**2025-27**

**CHANGE FROM CLOSE OF SESSION  
(\$ Million)**

<b>General Fund Resources</b>	Close of Session	2026: Q2 Forecast	Difference
Beginning Balance	2,243.1	2,165.8	-77.2
Rainy Day Fund Transfer	0.0	0.0	0.0
Personal	30,247.1	30,119.8	-127.3
Corporate	3,430.5	3,587.8	157.3
Other	2,082.2	2,205.5	123.3
Gross GF Revenue	35,759.8	35,913.1	153.3
Shared Services Funds	-67.0	-67.8	-0.8
Rainy Day Fund	-139.9	-153.4	-13.5
PERS UAL Fund	0.0	0.0	0.0
Net GF Revenue	35,552.9	35,691.9	139.0
Lottery Resources*	1,932.4	1,901.3	-31.0
Anticipated Administrative Actions**	0.0	0.0	0.0
<b>Net GF and Lottery Resources</b>	<b>39,728.3</b>	<b>39,759.1</b>	<b>30.8</b>

\* All lottery resources including dedicated funds.

\*\* Administrative actions equal expenses associated with cash flow management, exclusive of internal borrowing.

**CHANGE SINCE CLOSE OF SESSION**

- Personal income tax revenue is down \$127.3 (-0.4%) million from the 2025 COS estimate.
- Corporate tax revenue is up \$157.3 million (4.6%) from the 2025 COS estimate.
- General Fund gross revenue is up \$153.3 million (0.4%) from the 2025 COS estimate.
- Net GF and Lottery resources are up \$30.8 million (0.1%) from the 2025 COS estimate.

**EFFECT ON 2% KICKER**

(\$ Million)

Revenue Source	Close of Session	2% Kicker Threshold	2026: Q2 Forecast	Amount +/- Kicker Threshold
Personal & Other	32,329.3	32,975.8	32,315.4	-660.4
Corporation***	3,404.5	3,472.6	3,561.8	89.2

\*\*\* As per the AG, the corporate kicker calculation excludes the minimum tax paid by S-corporations because it is a flat tax.

**KICKER REFUNDS IMPLIED BY FORECAST**

**PERSONAL:** There is no personal kicker projected for the 2027-29 biennium.

**CORPORATE:** Corporate tax revenue of \$157.3 million is projected to be dedicated to K-12 education spending in 2027-29.

<b>2025-27</b>
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## CHANGE FROM PRIOR FORECAST

(\$ Million)

Combined Revenue	2026: Q1 Forecast	2026: Q2 Forecast	Difference
Beginning Balance	2,165.8	2,165.8	0.0
Rainy Day Fund Transfer	0.0	0.0	0.0
Personal	29,966.7	30,119.8	153.1
Corporate	3,442.2	3,587.8	145.6
Other	2,152.9	2,205.5	52.5
Gross GF Revenue	35,561.8	35,913.1	351.2
Shared Services Funds	-67.8	-67.8	0.0
Rainy Day Fund	-147.1	-153.4	-6.2
PERS UAL Fund	0.0	0.0	0.0
Net GF Revenue	35,346.9	35,691.9	345.0
Administrative Actions*	0.0	0.0	0.0
Net General Fund Resources	37,512.7	37,857.7	345.0
Lottery Resources**	1,866.1	1,901.3	35.2
Net GF and Lottery Resources	39,378.9	39,759.1	380.2
Select Other Taxes			
Corporate Activity***	3,054.2	3,077.8	23.7
Marijuana***	304.4	294.5	-9.9

\* Administrative Actions equal expenses associated with cash flow management, exclusive of internal borrowing.

\*\* All receipts including dedicated funds and carryover of 2023-25 ending balance.

\*\*\* All receipts including dedicated funds

<b>REVENUE CHANGES</b>
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- Projected 2025-27 Net General Fund Resources are up \$345.0 million (0.9%) from the 2026: Q1 forecast.
- Projected 2025-27 Lottery resources are up \$35.2 million (1.9%) from the 2026: Q1 forecast.
- Projected 2025-27 combined net General Fund and Lottery Resources are up \$380.2 million (1.0%) from the 2026: Q1 forecast.

**2025-27**

**EFFECT ON ENDING BALANCE**

Current vs. Close of Session  
(\$ Million)

General Fund	Close of Session	2026: Q2 Forecast	Difference
Beginning Balance	2,243.1	2,165.8	-77.2
Rainy Day Fund Transfer	0.0	0.0	0.0
Net Revenue	35,552.9	35,691.9	139.0
Administrative Actions	0.0	0.0	0.0
Total Resources	37,795.9	37,857.7	61.8
Appropriations	37,323.1	37,513.1	190.0
Ending Balance	472.8	344.6	-128.2
Rainy Day Fund Transfer	373.2	344.6	-28.6
Remaining Balance	99.6	0.0	-99.6

**ENDING BALANCE**

- The projected ending balance is down \$128.2 million from the 2025 Close-of-Session estimate.
- The projected ending balance is up \$146.7 million from the 2026: Q1 forecast.
- The Rainy Day Fund is projected to receive \$344.6 million following the 2025-27 biennium.

Current vs. Prior Forecast  
(\$ Million)

General Fund	2026: Q1 Forecast	2026: Q2 Forecast	Difference
Beginning Balance	2,165.8	2,165.8	0.0
Rainy Day Fund Transfer	0.0	0.0	0.0
Net Revenue	35,346.9	35,691.9	345.0
Administrative Actions	0.0	0.0	0.0
Total Resources	37,512.7	37,857.7	345.0
Appropriations	37,314.8	37,513.1	198.3
Ending Balance	197.9	344.6	146.7
Rainy Day Fund Transfer	197.9	344.6	146.7
Remaining Balance	0.0	0.0	0.0

**2025-27**

**Reserve Fund Position**

	<b>Education Stability Fund *</b>	<b>Rainy Day Fund</b>	<b>General Fund</b>	<b>Reserves Available</b>
(\$ Millions)				
Beginning Balance	1,012.1	1,911.2		2,923.4
Deposits	262.4	153.4		415.8
Interest	94.7	132.5		227.2
Withdrawals	98.5	0.0		98.5
Projected Ending Balance	1,270.8	2,197.1	344.6	3,812.5
Reserves as of Mar. 2026	1,126.2	1,966.3		3,092.4

\*Excludes funds in the Oregon Growth and the Oregon Resource and Technology Development subaccounts.

**2027-29**

**CHANGE FROM PRIOR FORECAST  
(\$ Million)**

<b>Combined Revenue</b>	<b>2026: Q1 Forecast</b>	<b>2026: Q2 Forecast</b>	<b>Difference</b>
Beginning Balance	197.9	344.6	146.7
Transfer to Rainy Day Fund	-197.9	-344.6	-146.7
Personal	35,766.9	35,988.3	221.3
Corporate	3,694.1	3,828.2	134.1
Other	2,226.9	2,238.0	11.1
Gross GF Revenue	41,687.9	42,054.5	366.6
Shared Services Funds	-69.4	-69.4	0.0
Rainy Day Fund	-157.9	-163.6	-5.7
PERS UAL Fund	0.0	0.0	0.0
Net GF Revenue	41,460.5	41,821.4	360.9
Net General Fund Resources	41,460.5	41,821.4	360.9
Lottery Resources*	1,892.7	1,963.1	70.3
Net GF and Lottery Resources	43,353.3	43,784.4	431.2
Select Other Taxes			
Corporate Activity*	3,439.5	3,454.4	14.9
Marijuana*	344.3	328.2	-16.1

\* All receipts including dedicated funds.

<b>2029-31</b>
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**CHANGE FROM PRIOR FORECAST**  
(\$ Million)

Combined Revenue	2026: Q1 Forecast	2026: Q2 Forecast	Difference
Personal	40,455.5	40,651.3	195.7
Corporate	3,983.8	4,116.3	132.5
Other	2,508.3	2,524.7	16.5
Gross GF Revenue	46,947.6	47,292.3	344.7
Shared Services Funds	-38.1	-38.1	0.0
Rainy Day Fund	-170.3	-176.0	-5.7
PERS UAL Fund	0.0	0.0	0.0
Net GF Revenue	46,739.2	47,078.2	339.0
Lottery Resources*	2,016.5	2,048.2	31.7
Net GF and Lottery Resources	48,755.7	49,126.4	370.7
Select Other Taxes			
Corporate Activity*	3,772.1	3,776.5	4.3
Marijuana*	376.8	359.2	-17.6

\* All receipts including dedicated funds.

<b>2031-33</b>
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**CHANGE FROM PRIOR FORECAST**  
(\$ Million)

Combined Revenue	2026: Q1 Forecast	2026: Q2 Forecast	Difference
Personal	45,287.1	45,548.2	261.1
Corporate	4,344.1	4,417.7	73.6
Other	2,869.6	2,892.0	22.4
Gross GF Revenue	52,500.9	52,857.9	357.0
Shared Services Funds	-11.0	-11.0	0.0
Rainy Day Fund	-185.7	-188.8	-3.1
PERS UAL Fund	0.0	0.0	0.0
Net GF Revenue	52,304.2	52,658.1	353.9
Lottery Resources*	2,151.1	2,183.4	32.3
Net GF and Lottery Resources	54,455.3	54,841.5	386.2
Select Other Taxes			
Corporate Activity*	4,132.9	4,136.2	3.2
Marijuana*	410.6	391.5	-19.1

\* All receipts including dedicated funds.

<b>2033-35</b>
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**CHANGE FROM PRIOR FORECAST**  
(\$ Million)

Combined Revenue	2026: Q1 Forecast	2026: Q2 Forecast	Difference
Personal	50,910.9	51,129.4	218.6
Corporate	4,758.3	4,809.4	51.1
Other	3,316.2	3,340.3	24.1
Gross GF Revenue	58,985.3	59,279.1	293.8
Shared Services Funds	0.0	0.0	0.0
Rainy Day Fund	-203.4	-205.6	-2.2
PERS UAL Fund	0.0	0.0	0.0
Net GF Revenue	58,781.9	59,073.5	291.6
Lottery Resources*	2,310.0	2,344.8	34.9
Net GF and Lottery Resources	61,091.8	61,418.3	326.5
Select Other Taxes			
Corporate Activity*	4,523.8	4,525.3	1.5
Marijuana*	444.7	423.9	-20.7

\* All receipts including dedicated funds.

<b>Biennial Net General Fund Revenue Growth: 1993 - 2035</b>
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	Personal	Corporate	Other	Total
<b>1993-95 to 1995-97</b>	17.1%	18.8%	28.4%	18.3%
<b>1995-97 to 1997-99</b>	13.0%	-13.9%	-17.6%	7.7%
<b>1997-99 to 1999-01</b>	22.6%	28.2%	2.8%	21.5%
<b>1999-01 to 2001-03</b>	-11.9%	-44.4%	97.9%	-7.5%
<b>2001-03 to 2003-05</b>	16.8%	52.5%	-35.4%	11.4%
<b>2003-05 to 2005-07</b>	22.8%	31.7%	6.4%	22.1%
<b>2005-07 to 2007-09</b>	-8.6%	-18.9%	10.2%	-8.0%
<b>2007-09 to 2009-11</b>	3.7%	20.9%	29.8%	6.8%
<b>2009-11 to 2011-13</b>	15.7%	6.8%	-4.1%	13.1%
<b>2011-13 to 2013-15</b>	14.8%	25.0%	-12.4%	13.2%
<b>2013-15 to 2015-17</b>	15.4%	8.1%	25.2%	15.5%
<b>2015-17 to 2017-19</b>	17.1%	39.4%	3.9%	17.6%
<b>2017-19 to 2019-21</b>	6.3%	13.6%	25.5%	8.0%
<b>2019-21 to 2021-23</b>	28.4%	60.0%	15.3%	30.0%
<b>2021-23 to 2023-25</b>	-13.9%	-0.4%	18.8%	-10.5%
<b>2023-25 to 2025-27</b>	36.2%	13.8%	-4.2%	30.3%
<b>2025-27 to 2027-29</b>	19.5%	6.7%	1.5%	17.2%
<b>2027-29 to 2029-31</b>	13.1%	7.5%	12.8%	12.6%
<b>2029-31 to 2031-33</b>	12.1%	7.3%	14.5%	11.9%
<b>2031-33 to 2033-35</b>	12.3%	8.9%	15.5%	12.2%