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LRO FORECAST SUMMARY

2026: Q4

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SUMMARIZED CHANGES IN 2025-27 REVENUE & RESOURCES

($ Million)

	2026: Q4 Forecast	Difference from Close of Session	Difference from 2026: Q3 Forecast
General Fund (GF) Beginning Balance	2,165.8	-77.2	0.0
Net GF Revenue	35,758.4	205.5	11.2
Appropriations	37,513.1	190.0	0.0
GF Ending Balance	411.1	-61.7	11.2
Lottery Resources	1,963.3	30.9	58.2
Net GF and Lottery Resources	39,887.5	159.2	69.4

2025-27

CHANGE FROM CLOSE OF SESSION
($ Million)

General Fund Resources	Close of Session	2026: Q4 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	30,347.7	100.6
Corporate	3,430.5	3,501.7	71.2
Other	2,082.2	2,116.1	33.9
Gross GF Revenue	35,759.8	35,965.5	205.8
Transfers & Offsets	-67.0	-57.5	9.6
Rainy Day Fund	-139.9	-149.7	-9.8
PERS UAL Fund	0.0	0.0	0.0
Net GF Revenue	35,552.9	35,758.4	205.5
Lottery Resources*	1,932.4	1,963.3	30.9
Anticipated Administrative Actions**	0.0	0.0	0.0
Net GF and Lottery Resources	39,728.3	39,887.5	159.2

* 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 up $100.6 (0.3%) million from the 2025 COS estimate.
- Corporate tax revenue is up $71.2 million (2.1%) from the 2025 COS estimate.
- General Fund gross revenue is up $205.8 million (0.6%) from the 2025 COS estimate.
- Net GF and Lottery resources are up $159.2 million (0.4%) from the 2025 COS estimate.

EFFECT ON 2% KICKER
($ Million)

Revenue Source	Close of Session	2% Kicker Threshold	2026: Q4 Forecast	Amount +/- Kicker Threshold
Personal & Other	32,329.3	32,975.8	32,452.1	-523.7
Corporation***	3,404.5	3,472.6	3,475.7	3.1

*** 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: $71.2 million is projected to be dedicated to K-12 education spending in 2027-29.

2025-27

CHANGE FROM PRIOR FORECAST

($ Million)

Combined Revenue	2026: Q3 Forecast	2026: Q4 Forecast	Difference
Beginning Balance	2,165.8	2,165.8	0.0
Rainy Day Fund Transfer	0.0	0.0	0.0
Personal	30,257.6	30,347.7	90.1
Corporate	3,491.8	3,501.7	9.9
Other	2,204.2	2,116.1	-88.1
Gross GF Revenue	35,953.7	35,965.5	11.9
Transfers & Offsets	-57.2	-57.5	-0.3
Rainy Day Fund	-149.3	-149.7	-0.4
PERS UAL Fund	0.0	0.0	0.0
Net GF Revenue	35,747.2	35,758.4	11.2
Administrative Actions*	0.0	0.0	0.0
Net General Fund Resources	37,913.1	37,924.2	11.2
Lottery Resources**	1,905.1	1,963.3	58.2
Net GF and Lottery Resources	39,818.1	39,887.5	69.4
Select Other Taxes			
Corporate Activity***	2,983.2	2,997.9	14.7
Marijuana***	280.4	279.3	-1.1

* 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

REVENUE CHANGES

- Projected 2025-27 Net General Fund Resources are up $11.2 million (0.0%) from the 2026: Q3 forecast.
- Projected 2025-27 Lottery resources are up $58.2 million (3.1%) from the 2026: Q3 forecast.
- Projected 2025-27 combined net General Fund and Lottery Resources are up $69.4 million (0.2%) from the 2026: Q3 forecast.

2025-27

EFFECT ON ENDING BALANCE

Current vs. Close of Session

($ Million)

General Fund	Close of Session	2026: Q4 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	35,758.4	205.5
Administrative Actions	0.0	0.0	0.0
Total Resources	37,795.9	37,924.2	128.3
Appropriations	37,323.1	37,513.1	190.0
Ending Balance	472.8	411.1	-61.7
Rainy Day Fund Transfer	373.2	375.1	1.9
Remaining Balance	99.6	36.0	-63.6

ENDING BALANCE

- The projected ending balance is down $61.7 million from the 2025 Close-of-Session estimate.
- The projected ending balance is up $11.2 million from the 2026: Q3 forecast.
- The Rainy Day Fund is projected to receive $375.1 million following the 2025-27 biennium.

Current vs. Prior Forecast

($ Million)

General Fund	2026: Q3 Forecast	2026: Q4 Forecast	Difference
Beginning Balance	2,165.8	2,165.8	0.0
Rainy Day Fund Transfer	0.0	0.0	0.0
Net Revenue	35,747.2	35,758.4	11.2
Administrative Actions	0.0	0.0	0.0
Total Resources	37,913.1	37,924.2	11.2
Appropriations	37,513.1	37,513.1	0.0
Ending Balance	400.0	411.1	11.2
Rainy Day Fund Transfer	375.1	375.1	0.0
Remaining Balance	24.8	36.0	11.2

2025-27

Reserve Fund Position				
	Education Stability Fund *	**Rainy Day Fund**	**General Fund**	**Reserves Available**
	($ Millions)			
Beginning Balance	1,012.1	1,911.2		2,923.4
Deposits	265.0	149.7		414.7
Interest	102.3	142.2		244.5
Withdrawals	106.1	0.0		106.1
Projected Ending Balance	1,273.3	2,203.1	411.1	3,887.5
Reserves as of Sep. 2026	1,201.8	1,998.1		3,199.9

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

2027-29

CHANGE FROM PRIOR FORECAST

($ Million)

Combined Revenue	2026: Q3 Forecast	2026: Q4 Forecast	Difference
Beginning Balance	400.0	411.1	11.2
Transfer to Rainy Day Fund	-375.1	-375.1	0.0
Personal	36,463.0	36,751.9	288.9
Corporate	3,901.1	3,934.0	32.9
Other	2,292.8	2,207.1	-85.8
Gross GF Revenue	42,656.9	42,893.0	236.1
Transfers & Offsets*	-130.9	-132.1	-1.2
Rainy Day Fund	-166.8	-168.2	-1.4
PERS UAL Fund	0.0	0.0	0.0
Net GF Revenue	42,359.3	42,592.8	233.5
Net General Fund Resources	42,384.1	42,628.8	244.6
Lottery Resources**	1,969.0	2,033.3	64.3
Net GF and Lottery Resources	44,353.1	44,662.0	308.9
Select Other Taxes			
Corporate Activity**	3,428.7	3,438.0	9.3
Marijuana**	276.7	273.2	-3.5

*Beginning in 2027-29, transfers & offsets includes transfers to the Oregon Arena Fund in addition to existing transfers/offsets to Industrial Site Readiness, Greenlight, and Strategic Investment Gainshare Program.

** All receipts including dedicated funds.

2029-31

CHANGE FROM PRIOR FORECAST
($ Million)

Combined Revenue	2026: Q3 Forecast	2026: Q4 Forecast	Difference
Personal	41,019.6	41,426.1	406.5
Corporate	4,168.2	4,235.4	67.2
Other	2,573.2	2,426.6	-146.6
Gross GF Revenue	47,761.0	48,088.1	327.1
Transfers & Offsets	-115.2	-116.1	-0.9
Rainy Day Fund	-178.2	-181.0	-2.9
PERS UAL Fund	0.0	0.0	0.0
Net GF Revenue	47,467.6	47,790.9	323.4
Lottery Resources*	2,052.6	2,057.0	4.4
Net GF and Lottery Resources	49,520.2	49,847.9	327.7
Select Other Taxes			
Corporate Activity*	3,774.1	3,786.8	12.7
Marijuana*	276.8	274.2	-2.5

* All receipts including dedicated funds.

2031-33

CHANGE FROM PRIOR FORECAST
($ Million)

Combined Revenue	2026: Q3 Forecast	2026: Q4 Forecast	Difference
Personal	45,885.2	46,375.1	489.9
Corporate	4,487.9	4,607.7	119.8
Other	2,966.1	2,766.8	-199.3
Gross GF Revenue	53,339.2	53,749.6	410.4
Transfers & Offsets	-96.7	-96.7	0.0
Rainy Day Fund	-191.8	-197.0	-5.1
PERS UAL Fund	0.0	0.0	0.0
Net GF Revenue	53,050.7	53,456.0	405.2
Lottery Resources*	2,187.6	2,190.4	2.8
Net GF and Lottery Resources	55,238.4	55,646.4	408.0
Select Other Taxes			
Corporate Activity*	4,138.6	4,154.7	16.1
Marijuana*	275.7	274.2	-1.6

* All receipts including dedicated funds.

2033-35

CHANGE FROM PRIOR FORECAST

($ Million)

Combined Revenue	2026: Q3 Forecast	2026: Q4 Forecast	Difference
Personal	51,451.0	51,975.8	524.7
Corporate	4,893.4	5,052.8	159.4
Other	3,437.3	3,174.5	-262.8
Gross GF Revenue	59,781.8	60,203.1	421.3
Transfers & Offsets	-100.7	-100.7	0.0
Rainy Day Fund	-209.2	-216.0	-6.8
PERS UAL Fund	0.0	0.0	0.0
Net GF Revenue	59,471.9	59,886.4	414.5
Lottery Resources*	2,348.3	2,351.2	2.9
Net GF and Lottery Resources	61,820.2	62,237.6	417.4
Select Other Taxes			
Corporate Activity*	4,537.7	4,544.7	7.0
Marijuana*	275.0	274.4	-0.6

* All receipts including dedicated funds.

Biennial Net General Fund Revenue Growth: 1993 - 2035

	Personal	Corporate	Other	Total
1993-95 to 1995-97	17.1%	18.8%	28.4%	18.3%
1995-97 to 1997-99	13.0%	-13.9%	-17.6%	7.7%
1997-99 to 1999-01	22.6%	28.2%	2.8%	21.5%
1999-01 to 2001-03	-11.9%	-44.4%	97.9%	-7.5%
2001-03 to 2003-05	16.8%	52.5%	-35.4%	11.4%
2003-05 to 2005-07	22.8%	31.7%	6.4%	22.1%
2005-07 to 2007-09	-8.6%	-18.9%	10.2%	-8.0%
2007-09 to 2009-11	3.7%	20.9%	29.8%	6.8%
2009-11 to 2011-13	15.7%	6.8%	-4.1%	13.1%
2011-13 to 2013-15	14.8%	25.0%	-12.4%	13.2%
2013-15 to 2015-17	15.4%	8.1%	25.2%	15.5%
2015-17 to 2017-19	17.1%	39.4%	3.9%	17.6%
2017-19 to 2019-21	6.3%	13.6%	25.5%	8.0%
2019-21 to 2021-23	28.4%	60.0%	15.3%	30.0%
2021-23 to 2023-25	-13.9%	-0.4%	18.8%	-10.5%
2023-25 to 2025-27	37.3%	11.1%	-8.1%	30.6%
2025-27 to 2027-29	20.9%	12.3%	4.3%	19.1%
2027-29 to 2029-31	12.8%	7.7%	9.9%	12.2%
2029-31 to 2031-33	12.0%	8.8%	14.0%	11.9%
2031-33 to 2033-35	12.1%	9.7%	14.7%	12.0%