

**B-Engrossed**  
**House Joint Resolution 13**

Ordered by the Senate June 18  
Including House Amendments dated April 19 and Senate Amendments  
dated June 18

Sponsored by Representatives HUNT, BURLEY, D EDWARDS; Representatives BARKER, BARNHART, BOONE, BOQUIST, BUTLER, C EDWARDS, FLORES, GALIZIO, GREENLICK, HOLVEY, JENSON, NELSON, READ, RILEY, ROBLAN, SCHAUFLE, THATCHER, WHISNANT, Senators DECKERT, STARR

**SUMMARY**

The following summary is not prepared by the sponsors of the measure and is not a part of the body thereof subject to consideration by the Legislative Assembly. It is an editor's brief statement of the essential features of the measure.

*[Proposes revision of Oregon Constitution to allow state to issue general obligation bonds to provide matching funds to finance capital costs of school district facilities and to pay costs of issuing bonds. Creates school capital matching fund. Repeals school capital matching subaccount and transfers moneys in subaccount to school capital matching fund. Specifies sources of moneys for payment of indebtedness and interest.]*

*[Refers proposed revision to people for their approval or rejection at next primary election.]*

**Proposes amendment to Oregon Constitution to exempt school districts, education service districts or community college districts from certain limitations on bonded indebtedness if bonded indebtedness was incurred for purpose of capital construction or capital improvements.**

**Refers proposed amendment to people for their approval or rejection at next regular general election.**

**JOINT RESOLUTION**

**Be It Resolved by the Legislative Assembly of the State of Oregon:**

**PARAGRAPH 1.** The Constitution of the State of Oregon is amended by creating a new section 11k to be added to and made a part of Article XI, such section to read:

**SECTION 11k. (1) The limitations of sections 11 and 11b of this Article do not apply to bonded indebtedness incurred by school districts, education service districts or community college districts for the purpose of capital construction or capital improvements if the bonded indebtedness was issued:**

**(a) Prior to January 1, 2009, and was for the purpose of capital construction or capital improvements described in subsections (11), (12) and (13) of section 11 of this Article; or**

**(b) On or after January 1, 2009, and was for the purpose of providing funds to finance the capital costs of school districts, education service districts or community college districts.**

**(2) Bonded indebtedness described in subsection (1) of this section includes bonded indebtedness issued to refund bonded indebtedness described in subsection (1) of this section.**

**(3) Notwithstanding subsection (1) of this section, subsection (8) of section 11 of this Article applies to measures that authorize bonded indebtedness described in subsection (1) of this section.**

**(4)(a) As used in this section, "capital costs" means both:**

**(A) Costs associated with the acquisition, construction, improvement, remodeling, maintenance or repair of school district, education service district or community college district**

**NOTE:** Matter in **boldfaced** type in an amended section is new; matter *[italic and bracketed]* is existing law to be omitted. New sections are in **boldfaced** type.

1 facilities in the State of Oregon, including bond-related costs and costs of land, site prepa-  
2 ration, permanent or portable buildings, technology and equipment; and

3 (B) Costs associated with other assets that have an expected useful life of more than one  
4 year, but only if those assets have an average life that is less than or equal to the average  
5 life of the portion of the bonded indebtedness that finances those assets.

6 (b) "Capital costs" does not include maintenance, repairs and supplies, unless the main-  
7 tenance, repairs or supplies have an expected useful life of more than one year and their  
8 average life is less than or equal to the average life of the portion of the bonded indebtedness  
9 that finances the maintenance, repairs or supplies.

10  
11 **PARAGRAPH 2.** The amendment proposed by this resolution shall be submitted to the  
12 people for their approval or rejection at the next regular general election held throughout  
13 this state.