

**REVENUE IMPACT OF
PROPOSED LEGISLATION**
75th Oregon Legislative Assembly
2009 Regular Session
Legislative Revenue Office

Bill Number: SB 338 A
Area: Debt and Bonding
Economist: Mazen Malik
Date: 1/25/2009

Measure Description:

Provides for additional capital construction authority through bonding and loans. Several bond types and debt instruments were authorized, ranging from Certificates of Participation (COP's), general obligation bonds XI-G, Energy loans, XI-F(1) bonds, and lottery bonds. The proceeds are to be used for starting maintenance projects that have been previously deferred due to lack of funding. The intended effect is to invest in state and higher education structures while stimulating the state economy. These bonds are to be let in the current biennium and the projects to be started as soon as the revenue from the proceeds is available.

Revenue Impact:

	2007-09 Biennium	2009-11 Biennium	2011-13 Biennium
State General Fund			
COPs Deferred Maintenance	91,550,000	(15,683,906)*	(17,770,039)
XI-G Higher Ed & Comm. Colleges	11,647,750	(1,867,769)	(1,867,769)
XI- J Energy Efficiency (SELP)	16,020,000	(2,568,879)	(2,568,879)
Lottery Bonds	49,115,000	(8,689,745)	(8,683,879)
State Other Funds			
XI-F Higher Education Revenue bonds	12,000,000	(1,924,254)	(1,924,254)
Total Gross Revenue	180,332,750	(30,734,553)	(32,814,820)
Costs and reserves	(7,696,611)		
Total Net Revenue	172,636,139	(30,734,553)	(32,814,820)

* The numbers in brackets indicate negatives, and represent debt service payments.

Impact Explanation:

The bonds are intended to be sold in March 2009; however, debt service will start in the 2009-11 biennium. The COP's will be for three distinct purposes and issuances. The XI-G are for two distinct uses. The XI-J are a general obligation bonds for energy loan program. The budget report for SB 5562 contains much detail about the bonding intent and the project details for this economic stimulus package.

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