

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

Bill Number: SB 934
Area: Lottery Bonds
Economist: Mazen Malik
Date: 6/ 26/2009

Measure Description:

Changes the timing of the issuance and distribution of the second and installment of Lottery backed bonds for the Coos Bay Channel deepening project from the biennium beginning July 1, 2009 to July 1, 2011 and changes the timing of issuance and distribution of the third installment of Lottery backed bonds for the Coos Bay Channel deepening project from the biennium beginning July 1, 2011 to July 1, 2013.

REVENUE IMPACT:

In Millions	2009-11	2011-13	2013-15
2007 (current) law	\$ 15.00	\$ 40.00	
Proposed law		\$ 15.00	\$ 40.00
Bond proceeds net	\$ (15.00)	\$ (25.00)	\$ 40.00
Debt Reserves	\$ (1.57)	\$ (2.45)	\$ 4.02
Cost of Issuance	\$ (0.38)	\$ (0.64)	\$ 1.02
Gross revenue	\$ (16.95)	\$ (28.09)	\$ 45.04
Debt service Payments sum	\$ 1.80	\$ 6.06	\$ 3.39
costs	\$ 0.38	\$ (0.38)	\$ -
Total	\$ (14.77)	\$ (22.42)	\$ 48.43

Impact explanation:

The Legislature authorized the issuance of up to \$5 million in Lottery backed bonds for the Coos Bay Channel deepening project in the 2007-09 biennium, and provided for the distribution of up to \$15 million in Lottery backed bond proceeds for the biennium beginning July 1, 2009 and \$40

Current law In Millions	2009-11	2011-13
Bond proceeds	\$ 15.00	\$ 40.00
Debt Reserves	\$ 1.57	\$ 4.02
Cost of Issuance	\$ 0.38	\$ 1.02
Gross revenue	\$ 16.95	\$ 45.04
Debt service Payments	(\$1.80)	(\$7.86)
costs	\$ (0.38)	
Total	\$ 14.77	\$ 37.18

Proposed law in Millions	2009-11	2011-13	2013-15
Bond proceeds	\$ 15.00	\$ 40.00	
Debt Reserves	\$ 57	\$ 4.02	
Cost of Issuance	\$ 0.38	\$ 1.02	
Gross revenue	\$.95	\$ 45.04	
Debt service Payments	(\$1.80)	(\$7.86)	
costs	\$ (0.38)		
Total	\$ 14.77	\$ 37.18	

million for the biennium beginning July 1, 2011.

This bill extends the timing of the issuance and distribution of the second and third installment of Lottery backed bonds for the Coos Bay Channel deepening project to July 1, 2011 and July 1, 2013, to reflect the status of the project and the potential timing of the need for these bond proceeds. The impact is the some of these two interacting effects.

State Capitol Building
900 Court St NE, Room 143
Salem, OR 97301-1347

Phone: 503-986-1266
Fax: 503-986-1770
<http://www.leg.state.or.us>