

Joint Committee on Ways and Means

Carrier – House: Rep. Nathanson
Carrier – Senate: Sen. Johnson

Revenue: Revenue statement issued

Fiscal: Fiscal statement issued

Action: Do Pass as Amended and Be Printed A-Engrossed

Vote: 17 – 3 – 2

House

Yeas: Buckley, C. Edwards, D. Edwards, Galizio, Gilman, Kotek, Nathanson, G. Smith

Nays: Garrard, Richardson

Exc: Jenson, Shields

Senate

Yeas: Bates, Carter, Girod, Johnson, Monroe, Nelson, Verger, Walker, Winters

Nays: Whitsett

Exc:

Prepared By: Steve Bender, Legislative Fiscal Office

Meeting Date: June 24, 2009

WHAT THE MEASURE DOES: The bill authorizes the issuance of lottery revenue bonds for a number of identified projects. All lottery revenue bond issues authorized for the 2009-11 biennium, excluding the \$112.4 million of bonds authorized for the Oregon Department of Transportation in HB 2001, are authorized in this bill.

SB 5535 authorizes a total of \$143,205,641 of lottery bond proceeds for projects funded in the Department of Administrative Services, Economic and Community Development Department, Housing and Community Services Department, Department of Higher Education, Department of Community Colleges and Workforce Development, Water Resources Department, State Department of Energy, and State Forestry Department budgets. It is projected the state will issue \$161,930,000 of lottery revenue bonds to generate the proceeds for the approved projects, and to pay associated bond-related costs. Authority to spend the proceeds for projects, and to pay for the cost of issuing the bonds, is included in individual agency budget bills, or in HB 5054.

The authorized bonds provide the following proceeds: \$22.4 million for capital construction and deferred maintenance projects in the Department of Higher Education; \$13.7 million for community college capital construction and deferred maintenance projects; \$17.5 million for new capital for the Economic and Community Development Department's Infrastructure Loan funds; \$15 million for purchasing forestland parcels in the Gilchrist area; \$5 million for the Department of Energy's Loan Offset Grant Fund; \$3.5 million for the Water Resources Department for water development projects and development of an integrated water resources strategy; and \$46.7 million for pass-through payments supporting various projects at the local level.

ISSUES DISCUSSED:

- Amounts of bonding authorized, and projects authorized to receive lottery revenue bond proceeds.

EFFECT OF COMMITTEE AMENDMENT: Establishes authority for the approved lottery bonds.

BACKGROUND: This is an omnibus bill that authorizes the issuance of lottery revenue bonds for various projects. Debt service on lottery revenue bonds is paid by lottery revenues.