

**75th OREGON LEGISLATIVE ASSEMBLY – 2009 Regular Session
BUDGET REPORT AND MEASURE SUMMARY**

MEASURE: HB 5042-A

JOINT COMMITTEE ON WAYS AND MEANS

**Carrier – House: Rep. Jenson
Carrier – Senate: Sen. Johnson**

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

Vote: 21 – 0 – 1

House – Yeas: Buckley, D. Edwards, Galizio, Garrard, Gilman, Jenson, Komp, Kotek, Nathanson, Richardson, Shields, G. Smith

– Nays:

– Exc:

Senate – Yeas: Carter, Girod, Johnson, Monroe, Nelson, Verger, Walker, Whitsett, Winters

– Nays:

– Exc: Bates

Prepared By: Jack Kenny, Department of Administrative Services

Reviewed By: Daron Hill, Legislative Fiscal Office

Meeting Date: February 13, 2009

Agency

Department of Administrative Services

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Biennium

2007- 09

Summary of Capital Construction and Information Technology Subcommittee Action

House Bill 5042 establishes additional amounts of authority for the Department of Administrative Services to issue Lottery Revenue Bonds. The subcommittee approved the increased authority to enable the Department of Administrative Services to proceed with its next planned lottery bond sale without reducing or eliminating legislatively approved projects. The increased authority will be used to fund cash reserves to pay debt service in the final year the bonds are outstanding. The initial budget was developed assuming surety agreements would be used in place of cash reserves. However, with disruptions in the bond insurance market, the use of sureties is no longer cost effective.

Senate Bill 5042, SECTION 1.

<u>Program Designation</u>	Legislatively Adopted Budget 2007-09	2009 Legislative Assembly 2007-09	2009 Legislative Adjustments
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REVENUE BONDS

Direct Revenue Bonds

Oregon Department of Administrative Services
Lottery Revenue Bonds

\$	534,840,000	\$	571,743,000	\$	36,903,000
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