

# House Joint Resolution 13

Sponsored by Representative HUNT, Senator DEVLIN; Representatives BAILEY, BARTON, BOONE, CANNON, DEMBROW, C EDWARDS, D EDWARDS, GALIZIO, HOLVEY, JENSON, KAHL, KOMP, READ, RILEY, ROBLAN, STIEGLER, THATCHER, VANORMAN, WEIDNER, Senator PROZANSKI

## 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 **as introduced**.

Proposes amendment to Oregon Constitution to exempt local taxing districts from certain limitations on bonded indebtedness if bonded indebtedness is incurred to finance capital costs.

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 11L to be added to and made a part of Article XI, such section to read:

**SECTION 11L. (1) The limitations of sections 11 and 11b of this Article do not apply to bonded indebtedness incurred by local taxing districts if the bonded indebtedness was incurred:**

**(a) Prior to January 1, 2011, 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, 2011, and was incurred to finance capital costs as defined in subsection (5) of this section.**

**(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, as limited by section 11k of this Article, applies to measures that authorize bonded indebtedness described in subsection (1) of this section.**

**(4) The weighted average life of bonded indebtedness incurred on or after January 1, 2011, to finance capital costs may not exceed the weighted average life of the capital costs that are financed with that indebtedness.**

**(5)(a) As used in this section, "capital costs" means costs of land and costs of other assets having a useful life of more than one year, including costs associated with the acquisition, construction, improvement, remodeling, equipping or repairing of local taxing district facilities.**

**(b) "Capital costs" does not include costs of routine maintenance or supplies.**

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

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**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.