

## FISCAL IMPACT OF PROPOSED LEGISLATION

Measure: HB 5036 - A

Seventy-Sixth Oregon Legislative Assembly – 2011 Regular Session  
Legislative Fiscal Office

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### Measure Description:

Authorizes the issuance of lottery bonds for the 2011-13 biennium.

### Government Unit(s) Affected:

Oregon Business Development Department, Oregon University System, Housing and Community Services Department, Water Resources Department, Port of Morrow, City of Hermiston, Milton-Freewater Water Control District, Lane Transit District, Oregon Department of Administrative Services, State Board of Forestry, Department of Veterans' Affairs, Department of Transportation, State Treasurer

### Local Government Mandate:

This bill does not affect local governments' service levels or shared revenues sufficient to trigger Section 15, Article XI of the Oregon Constitution.

### Analysis:

This measure authorizes the issuance of lottery revenue bonds for a number of identified projects. All lottery revenue bond issues that are authorized for the 2011-13 biennium are authorized within this bill.

HB 5036 authorizes a total of \$200,388,052 of lottery bond proceeds for projects funded in the Department of Administrative Services, Oregon Business Development Department, Oregon University System, Housing and Community Services Department, Water Resources Department, State Board of Forestry, Department of Veterans' Affairs, Department of Transportation budgets. A total of \$222,705,000 of lottery revenue bonds are authorized in HB 5005 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 SB 5508. The cost of issuance included in agency budgets for the bonds authorized in this bill total \$2,925,435 Other Funds.

The projected debt service costs for the bonds authorized in this bill total \$38.9 million per biennium, when these costs are fully phased-in by the 2013-15 biennium. Because of the timing of when the bonds will be issued, debt service costs are projected to total \$2,213,354 for the 2011-13 biennium. Lottery Funds expenditures of this amount, less the 3.5% holdback on Lottery Funds expenditures adopted generally for the 2011-13 biennium budget, are included in agency budget bills or in SB 5508.