

REVENUE: No revenue impact

FISCAL: Minimal fiscal impact, no statement issued

Action: Do Pass
Vote: 5 - 0 - 1
Yeas: Atkinson, Burdick, Edwards, Girod, Starr
Nays: 0
Exc.: Beyer
Prepared By: Richard Berger, Administrator
Meeting Dates: 4/25

WHAT THE MEASURE DOES: Modifies the initial loan terms from the Special Public Works Fund to 30 years from 25 years, or the usable life of the project, whichever is less.

ISSUES DISCUSSED:

- Allows Oregon Business Development Department to reassess loan length after a natural disaster
- Allows for loan restructuring with longer terms for municipalities having trouble paying off bonding
- Most municipalities currently use the longest terms possible
- Longer loan terms more affordable for municipalities

EFFECT OF COMMITTEE AMENDMENT: No amendment.

BACKGROUND: The Special Public Works Fund exists to provide loans to local municipalities for infrastructure projects defined by statute. The Oregon Infrastructure Finance Authority may determine the level of grant of loan funding on a case-by-case basis. The grants cannot exceed \$1 million or 85 percent of the projects cost, whichever is less.