

House Bill 2166

Ordered printed by the Speaker pursuant to House Rule 12.00A (5). Pre-session filed (at the request of Governor John A. Kitzhaber for Department of Transportation)

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**.

Authorizes issuance of lottery bonds for transportation projects funded from Multimodal Transportation Fund. Specifies allocation of lottery bond proceeds.

Declares emergency, effective July 1, 2011.

A BILL FOR AN ACT

1
2 Relating to financing for transportation projects; creating new provisions; repealing section 15,
3 chapter 30, Oregon Laws 2010; and declaring an emergency.

4 **Be It Enacted by the People of the State of Oregon:**

5 **SECTION 1. (1) The Legislative Assembly finds that issuing lottery bonds to finance**
6 **transportation projects is essential to promoting the state's economic development.**

7 **(2) The use of lottery bond proceeds is authorized based on the following findings:**

8 **(a) There is an urgent need to improve and expand publicly owned and privately owned**
9 **transportation infrastructure to support economic development in this state.**

10 **(b) A safe, efficient and reliable transportation network supports the long-term economic**
11 **development and livability of this state.**

12 **(c) A multimodal network of air, rail, public transit, highway and marine transportation**
13 **moves people and goods efficiently.**

14 **(d) Local governments and private sector businesses often lack capital and the technical**
15 **capacity to undertake multimodal transportation projects.**

16 **(e) Public financial assistance can stimulate industrial growth and commercial enterprise**
17 **and promote employment opportunities in this state.**

18 **(f) Public investment in transportation infrastructure will create jobs and further eco-**
19 **nomical development in this state.**

20 **(3) The factors described in subsection (2) of this section will encourage and promote**
21 **economic development within the State of Oregon, and issuance of lottery bonds to finance**
22 **transportation projects is therefore an appropriate use of state lottery funds under section**
23 **4, Article XV of the Oregon Constitution, and ORS 461.510.**

24 **SECTION 2. (1) For the biennium beginning July 1, 2011, at the request of the Oregon**
25 **Department of Administrative Services, in consultation with the Department of Transporta-**
26 **tion, the State Treasurer is authorized to issue lottery bonds pursuant to ORS 286A.560 to**
27 **286A.585 in an amount not to exceed net proceeds of \$100 million for the purpose described**
28 **in subsection (2) of this section, plus an additional amount, to be estimated by the State**
29 **Treasurer, for payment of bond-related costs.**

30 **(2) Net proceeds of lottery bonds issued pursuant to this section must be deposited in the**

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.

1 **Multimodal Transportation Fund established under ORS 367.080 sufficient to provide \$100**
2 **million in net proceeds and interest earnings for disbursement to the Department of Trans-**
3 **portation to finance grants and loans for transportation projects as provided in ORS 367.080**
4 **to 367.086.**

5 **(3) Bond-related costs for the lottery bonds authorized by this section must be paid from**
6 **the gross proceeds of the lottery bonds and from allocations for the purposes of ORS**
7 **286A.576 (1)(c).**

8 **SECTION 3. To the extent that proposed transportation projects meet the qualifications**
9 **established by the Oregon Transportation Commission by rule, the commission shall allocate**
10 **at least 10 percent of the net proceeds of the lottery bonds authorized by section 2 of this**
11 **2011 Act to each region described in this section. For purposes of this section, the regions**
12 **are as follows:**

13 **(1) Region one consists of Clackamas, Columbia, Hood River, Multnomah and Washington**
14 **Counties.**

15 **(2) Region two consists of Benton, Clatsop, Lane, Lincoln, Linn, Marion, Polk, Tillamook**
16 **and Yamhill Counties.**

17 **(3) Region three consists of Coos, Curry, Douglas, Jackson and Josephine Counties.**

18 **(4) Region four consists of Crook, Deschutes, Gilliam, Jefferson, Klamath, Lake,**
19 **Sherman, Wasco and Wheeler Counties.**

20 **(5) Region five consists of Baker, Grant, Harney, Malheur, Morrow, Umatilla, Union and**
21 **Wallowa Counties.**

22 **SECTION 4. Section 15, chapter 30, Oregon Laws 2010, is repealed.**

23 **SECTION 5. This 2011 Act being necessary for the immediate preservation of the public**
24 **peace, health and safety, an emergency is declared to exist, and this 2011 Act takes effect**
25 **July 1, 2011.**