

House Bill 2218

Sponsored by Representative BUCKLEY; Representatives DOHERTY, READ (Pre-session filed.)

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**.

Requires state agency that borrows moneys for capital construction project to set aside _____ percent of net proceeds of bonds issued in separate account if authorization for borrowing allows financing of repairs or maintenance. Directs agency to use interest earned on moneys in separate account to finance repair and maintenance of building, structure or other infrastructure for which bonds are issued.

A BILL FOR AN ACT

1
2 Relating to borrowing for capital construction.

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

4 **SECTION 1. Section 2 of this 2011 Act is added to and made a part of ORS chapter 286A.**

5 **SECTION 2. (1) Whenever the State Treasurer issues bonds to finance, in whole or in**
6 **part, a capital construction project, if the authorization to borrow moneys allows the related**
7 **agency to finance costs to repair or maintain the building, structure or other infrastructure**
8 **for which the bonds are issued, pursuant to ORS 286A.025 (1)(g), the related agency shall**
9 **request, and the State Treasurer shall establish, a separate account in the project fund and**
10 **deposit _____ percent of the net proceeds of the bonds issued into the account.**

11 **(2) Interest earned on moneys in the account must be credited to the account and used**
12 **to finance repairs and maintenance of the building, structure or other infrastructure fi-**
13 **nanced, in whole or in part, with net proceeds of the bonds issued.**

14 **(3) As used in this section, "project fund" means a fund or account into which the net**
15 **proceeds of the bonds are deposited for the purpose for which the bonds were issued.**

16 **SECTION 3. Section 2 of this 2011 Act applies to bonds issued to finance, in whole or in**
17 **part, a capital construction project on or after the effective date of this 2011 Act.**

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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.