

**PROPOSED AMENDMENTS TO  
SENATE BILL 19**

1 On page 1 of the printed bill, line 2, after “bonds;” insert “creating new  
2 provisions; amending sections 6, 9 and 10, chapter 904, Oregon Laws 2009;  
3 repealing section 17, chapter 904, Oregon Laws 2009;”.

4 In line 4, delete “6” and insert “7”.

5 In line 6, delete “6” and insert “7”.

6 Delete lines 17 through 20 and insert:

7 “(C) Paying the fees, administrative costs and expenses of the State  
8 Treasurer, the Oregon Department of Administrative Services or the project  
9 agency, including the costs of consultants or advisers retained by the State  
10 Treasurer, the department or the project agency.”.

11 In line 25, delete “related” and insert “project”.

12 After line 27, insert:

13 “(3) ‘Project agency’ means a state agency that administers a project that  
14 is financed with Article XI-Q bond proceeds.”.

15 On page 2, line 4, delete “At the request of a related agency”.

16 In line 7, after “for” insert “Article XI-Q”.

17 In line 8, delete “for the related agency”.

18 Delete lines 14 through 25 and insert:

19 “(c) Paying bond-related costs.

20 “(3) The State Treasurer shall deposit the net proceeds of Article XI-Q  
21 bonds issued in one or more project funds established in the State Treasury  
22 or with a third party approved by the State Treasurer. Net proceeds must

1 be expended in accordance with procedures established by the Oregon De-  
2 partment of Administrative Services for the purposes described in each  
3 project agency’s budget authorization.

4 “(4) If at any time the Oregon Department of Administrative Services and  
5 the project agency determine that the net proceeds of Article XI-Q bonds  
6 deposited in a project fund pursuant to subsection (3) of this section exceed  
7 the amount necessary for the purpose described in the project agency’s  
8 budget authorization, the department may allocate and transfer the excess  
9 amount as determined by the department to other project funds, the Article  
10 XI-Q Bond Fund established under section 4 of this 2011 Act or the Article  
11 XI-Q Bond Administration Fund established under section 5 of this 2011  
12 Act.”.

13 In line 42, delete “and”.

14 In line 43, delete the period and insert “; and

15 “(e) Amounts paid by a project agency under section 6 of this 2011  
16 Act.”.

17 On page 3, line 11, delete “and”.

18 In line 12, delete the period and insert “; and

19 “(d) Amounts paid by a project agency under section 6 of this 2011  
20 Act.”.

21 Delete lines 15 through 19 and insert:

22 **“SECTION 6. (1) The Oregon Department of Administrative Services**  
23 **shall adopt procedures under which a project agency may request:**

24 **“(a) Financing for real or personal property projects that may be**  
25 **financed with Article XI-Q bond proceeds; or**

26 **“(b) Refinancing of borrowings issued before the effective date of**  
27 **Article XI-Q of the Oregon Constitution that financed or refinanced**  
28 **real or personal property projects that would have been eligible for**  
29 **financing under Article XI-Q. The department may periodically bill**  
30 **any project agency for an appropriate share of the bond-related costs**

1 of the bonds issued to finance the agency's projects or refinance the  
2 agency's bonds. The department may bill at such intervals as are es-  
3 tablished in the department's procedures and shall deposit amounts  
4 paid by project agencies in the Article XI-Q Bond Fund or the Article  
5 XI-Q Bond Administration Fund as the department determines is ap-  
6 propriate. A project agency that receives a bill for bond-related costs  
7 shall pay the amount billed by the time and in the manner designated  
8 in the billing statement from amounts budgeted under section 7 of this  
9 2011 Act or, if necessary, from any other amounts lawfully available  
10 for expenditure by the project agency for that purpose.

11 “(2) The State Treasurer may authorize a project agency or the de-  
12 partment to act as a related agency under this chapter if necessary  
13 or desirable for the issuance or administration of Article XI-Q bonds,  
14 including, without limitation, entering into contracts or covenants as  
15 provided in ORS 286A.025. However, neither a project agency nor the  
16 department may request the State Treasurer to issue Article XI-Q  
17 bonds.

18 “(3) If Article XI-Q bonds are issued to refinance bonds issued be-  
19 fore the effective date of Article XI-Q of the Oregon Constitution, and  
20 the bond-related costs of the refinanced bonds were paid by state  
21 agencies under ORS 283.091, under one of the programs described in  
22 ORS 291.445 (7) or under a revenue bond program of this state, the  
23 state agency whose bonds are refinanced may pay the amounts billed  
24 under subsection (1) of this section from the sources of funds previ-  
25 ously used by the agency to pay the refinanced bonds or from any  
26 other funds lawfully available for payment of the Article XI-Q bonds.

27 “(4) A project agency that receives or holds proceeds of Article XI-Q  
28 bonds shall, at the direction of the department, take action necessary  
29 to obtain and maintain:

30 “(a) The excludability of interest on Article XI-Q bonds from gross

1 **income under the Internal Revenue Code; or**

2 **“(b) A federal interest subsidy payment or any other tax-advantaged**  
3 **status granted under the Internal Revenue Code for the Article XI-Q**  
4 **bonds.**

5 **“SECTION 7. A project agency shall request that the Governor in-**  
6 **clude in the Governor’s budget request to the Legislative Assembly for**  
7 **each biennium amounts that are sufficient to pay:**

8 **“(1) The costs of a project financed or to be financed by the issu-**  
9 **ance of Article XI-Q bonds during the biennium;**

10 **“(2) Amounts billed during the biennium by the Oregon Department**  
11 **of Administrative Services under section 6 of this 2011 Act; and**

12 **“(3) The bond-related costs associated with the projects financed or**  
13 **to be financed with Article XI-Q bonds.**

14 **“SECTION 8. In addition to and not in lieu of amounts previously**  
15 **authorized, as provided in ORS 286A.035 (4), for issuance of general**  
16 **obligation bonds during the biennium beginning July 1, 2009, the**  
17 **amount of \$343,320,000 is authorized for Oregon Department of Ad-**  
18 **ministrative Services Article XI-Q general obligation bonds.**

19 **“SECTION 9. Section 6, chapter 904, Oregon Laws 2009, as amended by**  
20 **section 3, chapter 99, Oregon Laws 2010, is amended to read:**

21 **“Sec. 6. Notwithstanding any other law limiting expenditures, the fol-**  
22 **lowing amounts are established for a six-year period beginning July 1, 2009,**  
23 **as the maximum limit for payment of expenses under this section from bond**  
24 **proceeds and other revenues, including federal funds, collected or received**  
25 **by the Oregon University System, for the acquisition of land, improvements**  
26 **to land and the acquisition, planning, constructing, altering, repairing, fur-**  
27 **nishing and equipping of buildings, facilities and other projects within the**  
28 **Oregon University System:**

29 **“ \_\_\_\_\_**

30 Other

	Article	Article	Article	Lottery	Energy		Revenues
	XI-G	XI-F(1)	XI-Q				(including
	Bonds	Bonds	Bonds	Bonds	Loans	COPs	Federal
							Funds)
1							
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1	renewable energy							
2	demonstration							
3	project	2,000,000	2,000,000	-	-	-	-	2,600,000
4	(4) Oregon State							
5	University							
6	(a) Education Hall							
7	additional structural							
8	deficiencies deferred							
9	maintenance	-	-	-	4,000,000	-	-	-
10	(b) Strand Agriculture							
11	Hall deferred							
12	maintenance	6,586,000	-	<b>4,847,000</b>	6,586,000	6,851,000	[4,847,000]	-
13	(c) Bates Hall/							
14	Hallie Ford							
15	Healthy Children							
16	and Families							
17	Center	5,000,000	-	-	-	-	-	5,000,000
18	(d) Student Success							
19	Center	2,054,000	-	-	4,554,000	-	-	7,392,000
20	(e) Cultural Center	-	10,000,000	-	-	-	-	-
21	(f) International							
22	Residence Hall	-	52,000,000	-	-	-	-	-
23	(g) Sports Performance							
24	Center	-	12,000,000	-	-	-	-	-
25	(h) CH2M Hill							
26	Alumni Center	-	-	-	-	-	-	4,200,000
27	(i) Sonpark/EPA							
28	acquisition,							
29	OF COPs	-	-	-	-	-	1,900,000	-
30	(j) Warehouse							

1	acquisition,							
2	OF COPs	-	-	-	-	-	1,000,000	-
3	(k) Intramural Outdoor							
4	Sports Complex	-	7,450,000	-	-	-	-	300,000
5	(L) McAlexander							
6	Field House	-	3,250,000	-	-	-	-	500,000
7	(5) Portland State							
8	University							
9	(a) Science Research							
10	and Teaching Center/							
11	Hazardous Waste							
12	Facility, phase 2	2,500,000	-	-	-	-	-	2,500,000
13	(b) City Tower							
14	acquisition	-	-	-	-	-	1	-
15	(c) Market Center							
16	acquisition	-	-	-	-	-	24,000,000	-
17	(d) Land acquisition	-	8,000,000	-	-	-	-	-
18	(e) Lincoln Hall	-	-	-	-	-	-	4,500,000
19	(6) Southern Oregon							
20	University							
21	(a) Churchill Hall							
22	deferred maintenance	-	-	<b>3,192,000</b>	-	2,730,000	[3,192,000]	-
23	(b) Theatre Arts							
24	building expansion							
25	and remodel	5,500,000	-	-	-	-	-	5,500,000
26	(7) University of							
27	Oregon							
28	(a) Allen Hall							
29	expansion							
30	and remodel	7,500,000	-	-	-	-	-	7,500,000

1	(b) Straub Memorial							
2	Hall deferred							
3	maintenance	-	-	<b>4,321,000</b>	-	8,998,000	[4,321,000]	-
4	(c) Power Station,							
5	phase 2, waste							
6	gasification							
7	demonstration							
8	project	-	29,150,000	<b>3,663,000</b>	5,000,000	13,502,000	[3,663,000]	5,000,000
9	(d) Erb Memorial Union,							
10	partial renovation,							
11	West Lower Level	-	2,260,000	-	-	-	-	300,000
12	(e) Chiles Center							
13	renovations	-	-	-	-	-	-	1,000,000
14	(f) Alumni Center							
15	Project	-	9,975,000	-	-	-	-	6,825,000
16	(g) Riverfront							
17	Research Park,							
18	Technology							
19	Business Incubator	-	-	-	-	-	-	1,500,000
20	(h) Barnhart Hall							
21	building envelope							
22	restoration	-	-	-	-	-	-	900,000
23	(i) Carson Hall							
24	electrical upgrade	-	-	-	-	-	-	560,000
25	(j) Earl Complex							
26	building envelope,							
27	electrical and							
28	mechanical systems	-	2,924,000	-	-	-	-	-
29	(k) New student							
30	housing	-	75,000,000	-	-	-	-	-



1	(8) Reserves	-	11,390,970	-	-	-	-	5,771,710
2	(9) Commercial paper							
3	capitalized interest							
4	pilot project	-	5,000,000	-	-	-	-	-

5 “  


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6 **“SECTION 10.** Section 9, chapter 904, Oregon Laws 2009, as amended by  
7 section 6, chapter 99, Oregon Laws 2010, is amended to read:

8 **“Sec. 9.** (1) Except as provided in subsection (3) of this section, the  
9 project approvals and expenditure limitations in chapter 904, Oregon Laws  
10 2009, and the expenditure limitations established by the Emergency Board  
11 during the biennium beginning July 1, 2009, for capital construction or ac-  
12 quisition projects of the Oregon University System and of the Department  
13 of Community Colleges and Workforce Development for community colleges,  
14 expire on June 30, 2015, unless otherwise noted or unless changed by the  
15 Legislative Assembly.

16 “(2) The project approvals and expenditure limitations established by  
17 section 2 (5)(b), (e) and (i), chapter 725, Oregon Laws 2003, and section 2  
18 (3)(h), chapter 845, Oregon Laws 2001, for capital construction or acquisition  
19 projects of the Oregon University System expire on June 30, 2011, unless  
20 otherwise changed by the Legislative Assembly.

21 “(3) The project approvals and expenditure limitations in section 6 (4)(c),  
22 (k) and (L), (5)(c) and (e) and (7)(k), chapter 904, Oregon Laws 2009, and the  
23 expenditure limitations established by the Emergency Board during the  
24 biennium beginning July 1, 2009, for capital construction or acquisition  
25 projects of the Oregon University System described in section 6 (4)(c), (k)  
26 and (L), (5)(c) and (e) and (7)(k), chapter 904, Oregon Laws 2009, expire on  
27 June 30, 2015, unless otherwise noted or unless changed by the Legislative  
28 Assembly.

29 **“(4) The project approvals and expenditure limitations in section 6**  
30 **(1)(a), (2)(b), (4)(b), (6)(a) and (7)(b) and (c), chapter 904, Oregon Laws**

1 **2009, expire on June 30, 2015, unless provided otherwise.**

2 **“SECTION 11.** Section 10, chapter 904, Oregon Laws 2009, as amended  
3 by section 7, chapter 99, Oregon Laws 2010, is amended to read:

4 **“Sec. 10.** (1) Pursuant to Article XI-G of the Oregon Constitution and  
5 ORS 351.345 and ORS chapter 286A, the State Board of Higher Education  
6 may sell, with the approval of the State Treasurer, general obligation bonds  
7 of the State of Oregon of the kind and character and within the limits pre-  
8 scribed by Article XI-G of the Oregon Constitution, as the board determines,  
9 but in no event may the board sell more than the aggregate principal sum  
10 of [~~\$143,900,479~~] **\$140,909,479** par value for the biennium beginning July 1,  
11 2009. The moneys realized from the sale of the bonds shall be appropriated  
12 and may be expended for the purposes set forth in section 2 (3)(h), chapter  
13 845, Oregon Laws 2001, section 2 (6)(h) and (p), chapter 787, Oregon Laws  
14 2005, section 2 (4)(a) and (L), (5)(h) and (6)(g) and (h), chapter 761, Oregon  
15 Laws 2007, **and** section 6 (1)(b) and (d), (2)(a) [~~and (b)~~], (3), (4)(b), (c) and (d),  
16 (5)(a), (6)(b) and (7)(a), chapter 904, Oregon Laws 2009, and for payment for  
17 capitalized interest and costs incidental to issuance of the bonds.

18 “(2) In compliance with the requirements of Article XI-G of the Oregon  
19 Constitution, funds available under the expenditure limitation for bonds is-  
20 sued pursuant to Article XI-G of the Oregon Constitution in section 6 (1)(b),  
21 chapter 904, Oregon Laws 2009, are matched with the General Fund appro-  
22 priation made under section 14, chapter 904, Oregon Laws 2009.

23 “(3) In compliance with the requirements of Article XI-G of the Oregon  
24 Constitution, funds available under the expenditure limitation for bonds is-  
25 sued pursuant to Article XI-G of the Oregon Constitution in section 6 (1)(d),  
26 chapter 904, Oregon Laws 2009, are matched with the General Fund appro-  
27 priation made under section 15, chapter 904, Oregon Laws 2009.

28 “(4) In compliance with the requirements of Article XI-G of the Oregon  
29 Constitution, funds available under the expenditure limitation for bonds is-  
30 sued pursuant to Article XI-G of the Oregon Constitution in section 6 (2)(a),

1 chapter 904, Oregon Laws 2009, are matched with the General Fund appro-  
2 priation made under section 16, chapter 904, Oregon Laws 2009.

3 “[5] *In compliance with the requirements of Article XI-G of the Oregon*  
4 *Constitution, funds available under the expenditure limitation for bonds issued*  
5 *pursuant to Article XI-G of the Oregon Constitution in section 6 (2)(b), chapter*  
6 *904, Oregon Laws 2009, are matched with the General Fund appropriation*  
7 *made under section 17, chapter 904, Oregon Laws 2009.]*

8 “[6] **(5)** In compliance with the requirements of Article XI-G of the  
9 Oregon Constitution, funds available under the expenditure limitation for  
10 bonds issued pursuant to Article XI-G of the Oregon Constitution in section  
11 6 (3), chapter 904, Oregon Laws 2009, are matched with the General Fund  
12 appropriation made under section 18, chapter 904, Oregon Laws 2009.

13 “[7] **(6)** In compliance with the requirements of Article XI-G of the  
14 Oregon Constitution, funds available under the expenditure limitation for  
15 bonds issued pursuant to Article XI-G of the Oregon Constitution in section  
16 6 (4)(b), chapter 904, Oregon Laws 2009, are matched with the General Fund  
17 appropriation made under section 19, chapter 904, Oregon Laws 2009.

18 “[8] **(7)** In compliance with the requirements of Article XI-G of the  
19 Oregon Constitution, funds available under the expenditure limitation for  
20 bonds issued pursuant to Article XI-G of the Oregon Constitution in section  
21 6 (4)(c), chapter 904, Oregon Laws 2009, are matched with the General Fund  
22 appropriation made under section 20, chapter 904, Oregon Laws 2009.

23 “[9] **(8)** In compliance with the requirements of Article XI-G of the  
24 Oregon Constitution, funds available under the expenditure limitation for  
25 bonds issued pursuant to Article XI-G of the Oregon Constitution in section  
26 6 (4)(d), chapter 904, Oregon Laws 2009, are matched with the General Fund  
27 appropriation made under section 21, chapter 904, Oregon Laws 2009.

28 “[10] **(9)** In compliance with the requirements of Article XI-G of the  
29 Oregon Constitution, funds available under the expenditure limitation for  
30 bonds issued pursuant to Article XI-G of the Oregon Constitution in section

1 6 (5)(a), chapter 904, Oregon Laws 2009, are matched with the General Fund  
2 appropriation made under section 22, chapter 904, Oregon Laws 2009.

3 “[~~(11)~~] (10) In compliance with the requirements of Article XI-G of the  
4 Oregon Constitution, funds available under the expenditure limitation for  
5 bonds issued pursuant to Article XI-G of the Oregon Constitution in section  
6 6 (6)(b), chapter 904, Oregon Laws 2009, are matched with the General Fund  
7 appropriation made under section 23, chapter 904, Oregon Laws 2009.

8 “[~~(12)~~] (11) In compliance with the requirements of Article XI-G of the  
9 Oregon Constitution, funds available under the expenditure limitation for  
10 bonds issued pursuant to Article XI-G of the Oregon Constitution in section  
11 6 (7)(a), chapter 904, Oregon Laws 2009, are matched with the General Fund  
12 appropriation made under section 24, chapter 904, Oregon Laws 2009.

13 **“SECTION 12. Section 17, chapter 904, Oregon Laws 2009, is re-**  
14 **pealed.”**

15 In line 20, delete “7” and insert “13”.

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