

A-Engrossed
Senate Bill 5533

Ordered by the Senate July 8
Including Senate Amendments dated July 8

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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.

Increases amount of lottery bonds authorized to be issued by Oregon Business Development Department.

Authorizes issuance of various other lottery bonds.

Establishes funds, or provides for deposit of moneys into existing funds, and appropriates moneys for projects financed.

Declares emergency, effective July 1, 2013.

A BILL FOR AN ACT

1
2 Relating to lottery bonds; creating new provisions; amending ORS 285B.551 and sections 4, 10 and
3 29, chapter 906, Oregon Laws 2009; repealing section 18, chapter 624, Oregon Laws 2011; ap-
4 propriating money; and declaring an emergency.

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

6 **SECTION 1.** ORS 285B.551 is amended to read:

7 285B.551. (1) Pursuant to ORS 286A.560 to 286A.585, at the request of the Oregon Department
8 of Administrative Services, after the department consults with the Oregon Business Development
9 Department, the State Treasurer is authorized to issue lottery bonds:

10 (a) To provide financial and other assistance, including but not limited to loans and grants, to
11 municipalities, ports and other persons and entities in accordance with the laws governing use of
12 moneys in the Special Public Works Fund created by ORS 285B.455, the Water Fund created by ORS
13 285B.563, the Safe Drinking Water Revolving Loan Fund created by ORS 285A.213, the Oregon Port
14 Revolving Fund created by ORS 285A.708, the Brownfields Redevelopment Fund created by ORS
15 285A.188, the Oregon Business Development Fund created by ORS 285B.092 and the Marine Navi-
16 gation Improvement Fund created by ORS 777.267.

17 (b) To fund Oregon's share of the costs of the Columbia River channel deepening project.

18 (c) To fund Oregon's share of the costs of studies and ecosystem restoration projects in the
19 lower Columbia River estuary designed to improve habitat for listed endangered or threatened spe-
20 cies of Columbia River anadromous salmonids.

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

22 (a) The financial and other assistance to municipalities, ports and other persons and entities
23 will assist in the establishment and expansion of businesses in Oregon and in the construction, im-
24 provement and expansion of infrastructure, community and port facilities and other facilities that
25 comprise the physical foundation for industrial and commercial activity and provide the basic

Note: For budget, see 2013-2015 Biennial Budget

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 framework for continued and expanded economic opportunities and quality communities throughout
2 Oregon.

3 (b) The Columbia River channel deepening project is necessary to allow newer, larger
4 steamships access to Oregon and Washington deep draft ports. A deeper shipping channel will allow
5 the Columbia River to continue as a world leader in agricultural exports and as a key trade corridor
6 for farms and businesses throughout Oregon and the region.

7 (c) Such financial and other assistance to municipalities, ports and other persons and entities
8 and the deepening of the Columbia River channel will therefore promote economic development
9 within this state, and thus the use of net proceeds derived from the operation of the Oregon State
10 Lottery to pay debt service on lottery bonds issued under this section to provide such financial and
11 other assistance to municipalities, ports and other persons and entities and to pay a portion of the
12 costs of deepening the Columbia River channel is an authorized use of state lottery funds under
13 section 4, Article XV of the Oregon Constitution, and ORS 461.510.

14 (d) The current lower Columbia River estuary habitat for listed endangered or threatened spe-
15 cies of Columbia River anadromous salmonids could be improved through ecosystem restoration
16 projects. The use of the Oregon State Lottery to pay debt service on lottery bonds issued under this
17 section to pay for studying how the estuary could be improved and to pay for ecosystem restoration
18 projects are authorized uses of state lottery funds.

19 (3)(a) The aggregate principal amount of lottery bonds issued pursuant to subsection (1)(a) of
20 this section for financial and other assistance to municipalities, ports and other persons and entities
21 may not exceed the sum of [~~\$276,226,252~~] **\$288,226,252** and an additional amount estimated by the
22 State Treasurer to be necessary to pay bond-related costs. The aggregate principal amount of lottery
23 bonds issued pursuant to subsection (1)(b) of this section for the Columbia River channel deepening
24 project may not exceed the sum of \$17.7 million and an additional amount estimated by the State
25 Treasurer to be necessary to pay bond-related costs.

26 (b) The Oregon Department of Administrative Services may not request the issuance of lottery
27 bonds under subsection (1)(b) of this section until the Director of the Oregon Business Development
28 Department determines that a final environmental impact statement has been issued and a record
29 of decisions has been submitted to Congress by the United States Army Corps of Engineers, Con-
30 gress has authorized the Columbia River channel deepening project, and the Washington sponsors'
31 shares of the costs of the Columbia River channel deepening project have been committed.

32 (4) The net proceeds of lottery bonds issued pursuant to subsection (1)(a) and (b) of this section
33 shall be deposited in the Economic Infrastructure Project Fund, which is hereby established in the
34 State Treasury separate and distinct from the General Fund. Interest earned by the Economic
35 Infrastructure Project Fund shall be credited to the fund. All moneys in the Economic Infrastructure
36 Project Fund are continuously appropriated to the Oregon Business Development Department for
37 any purpose for which moneys in the Special Public Works Fund created by ORS 285B.455 may be
38 used, any purpose for which moneys in the Water Fund created by ORS 285B.563 may be used, any
39 purpose for which moneys in the Safe Drinking Water Revolving Loan Fund created by ORS
40 285A.213 may be used, any purpose for which moneys in the Oregon Port Revolving Fund created
41 by ORS 285A.708 may be used, any purpose for which moneys in the Brownfields Redevelopment
42 Fund created by ORS 285A.188 may be used, any purpose for which moneys in the Oregon Business
43 Development Fund created by ORS 285B.092 may be used and any purpose for which moneys in the
44 Marine Navigation Improvement Fund created by ORS 777.267 may be used. The Director of the
45 Oregon Business Development Department shall allocate the moneys deposited in the Economic

1 Infrastructure Project Fund for the purposes described in this subsection in accordance with the
 2 priorities developed by the Oregon Business Development Commission in accordance with ORS
 3 285A.020. However, the director shall transfer from the Economic Infrastructure Project Fund and
 4 deposit into the Channel Deepening Account of the Marine Navigation Improvement Fund the pro-
 5 ceeds of any lottery bonds sold to finance a portion of the costs of the Columbia River channel
 6 deepening project. Upon determining the relative allocation of moneys deposited in the Economic
 7 Infrastructure Project Fund among the purposes described in this subsection, the director shall
 8 transfer from the Economic Infrastructure Project Fund, and deposit into each of the other funds
 9 described in this subsection, the amounts so allocated. Notwithstanding any other provision of law
 10 governing the funds described in this subsection, the funds described in this subsection may be
 11 credited with moneys transferred from the Economic Infrastructure Project Fund by the director in
 12 accordance with this subsection.

13 (5) The aggregate principal amount of lottery bonds issued pursuant to subsection (1)(c) of this
 14 section for the costs of studies and ecosystem restoration projects in the lower Columbia River
 15 estuary may not exceed the sum of \$750,000 and an additional amount estimated by the State
 16 Treasurer to be necessary to pay bond-related costs. The net proceeds of lottery bonds issued pur-
 17 suant to subsection (1)(c) of this section shall be deposited in the Oregon Business, Innovation and
 18 Trade Fund created by ORS 285A.227 and may be used only for the Oregon nonfederal share of
 19 United States Army Corps of Engineers Columbia River estuary projects authorized by Congress
 20 prior to August 9, 2001. The director may not request the issuance of lottery bonds under subsection
 21 (1)(c) of this section until Congress and Washington have authorized their respective shares of the
 22 costs of the studies and ecosystem restoration projects in the lower Columbia River estuary.

23 (6) The proceeds of lottery bonds issued pursuant to this section may be used only for the pur-
 24 poses set forth in this section and for bond-related costs.

25 **SECTION 2. (1) For the biennium beginning July 1, 2013, at the request of the Oregon**
 26 **Department of Administrative Services, after the department consults with the Oregon**
 27 **Business Development Department, the State Treasurer is authorized to issue lottery bonds**
 28 **pursuant to ORS 286A.560 to 286A.585 in an amount that produces \$10 million in net proceeds**
 29 **and interest earnings for the purposes described in subsection (2) of this section, plus an**
 30 **additional amount estimated by the State Treasurer to be necessary to pay bond-related**
 31 **costs.**

32 (2) Net proceeds of lottery bonds issued under this section and interest earnings in an
 33 amount sufficient to provide \$10 million must be transferred to the Oregon Business Devel-
 34 opment Department to provide grants and loans to local governments for infrastructure
 35 projects including long-range planning, research and design. The grants and loans are to be
 36 allocated by region and based on recommendations of regionally-based planning committees
 37 designated by the department.

38 (3) The Legislative Assembly finds that the use of lottery bond proceeds will create jobs,
 39 further economic development, finance public education or restore and protect parks,
 40 beaches, watersheds and native fish and wildlife, and is authorized based on the following
 41 findings:

42 (a) Infrastructure projects will create jobs; and

43 (b) Integrated development of infrastructure will establish a foundation for expanding
 44 existing businesses and for developing and attracting new businesses.

45 **SECTION 3. (1) The Regional Infrastructure Fund is established in the State Treasury,**

1 separate and distinct from the General Fund. Interest earned on the moneys in the Regional
2 Infrastructure Fund shall be credited to the fund. The Regional Infrastructure Fund consists
3 of moneys deposited in the fund under section 2 of this 2013 Act and may include fees, re-
4 venues or other income deposited into the fund by the Legislative Assembly.

5 (2) Moneys in the fund are continuously appropriated to the Oregon Business Develop-
6 ment Department for disbursement to local governments for the purposes set forth in sec-
7 tion 2 of this 2013 Act.

8 **SECTION 4.** (1) The Director of the Oregon Business Development Department, in ac-
9 cordance with ORS chapter 183, shall adopt rules necessary to administer programs or
10 projects financed with moneys obtained pursuant to sections 2 and 3 of this 2013 Act. The
11 rules shall address procedures for authorizing infrastructure planning and research efforts,
12 developing and evaluating grant and loan applications, awarding grants and loans from the
13 Regional Infrastructure Fund and administering a grant and loan review committee, and may
14 include other provisions the director determines necessary or convenient for the Oregon
15 Business Development Department to perform its duties and responsibilities under sections
16 2 and 3 of this 2013 Act.

17 (2) The rules must be developed in consultation with the Director of the Oregon Depart-
18 ment of Administrative Services or the director's designee.

19 **SECTION 5.** (1) For the biennium beginning July 1, 2013, at the request of the Oregon
20 Department of Administrative Services, after the department consults with the Oregon
21 Business Development Department, the State Treasurer is authorized to issue lottery bonds
22 pursuant to ORS 286A.560 to 286A.585 in an amount that produces \$1.75 million in net pro-
23 ceeds and interest earnings for transfer to the Oregon Business Development Department
24 for deposit in the Cultural Resources Economic Fund, established in section 6 of this 2013
25 Act, to provide grants described in subsection (2) of this section, plus an additional amount
26 estimated by the State Treasurer to be necessary to pay bond-related costs.

27 (2) The Oregon Business Development Department shall grant:

28 (a) \$1.5 million to the Confluence Project to finance a portion of the costs incurred for
29 the Confluence Project at the Celilo Park site.

30 (b) \$250,000 to the High Desert Museum to finance programs or projects at the High De-
31 sert Museum.

32 (3) The Legislative Assembly finds that the use of lottery bond proceeds will create jobs,
33 further economic development, finance public education or restore and protect parks,
34 beaches, watersheds and native fish and wildlife, and is authorized based on the following
35 findings:

36 (a) Leveraging art and cultural resources to create vibrant public spaces that integrate
37 art and cultural and natural amenities, to sustain Oregon's rich arts and cultural experi-
38 ences and to enhance a strong sense of place and community identity.

39 (b) The factors described in paragraph (a) of this subsection have the effect of creating
40 jobs, expanding business and tax revenues and enhancing the economic vitality of Oregon
41 communities.

42 **SECTION 6.** (1) The Cultural Resources Economic Fund is established in the State
43 Treasury, separate and distinct from the General Fund. Interest earned on the moneys in
44 the Cultural Resources Economic Fund shall be credited to the fund. The Cultural Resources
45 Economic Fund consists of moneys deposited in the fund under section 5 of this 2013 Act and

1 may include fees, revenues or other income deposited into the fund by the Legislative As-
2 sembly.

3 (2) Moneys in the fund are continuously appropriated to the Oregon Business Develop-
4 ment Department for disbursement for the purposes set forth in section 5 of this 2013 Act.

5 **SECTION 7.** (1) For the biennium beginning July 1, 2013, at the request of the Oregon
6 Department of Administrative Services, after the department consults with the Water Re-
7 sources Department, the State Treasurer is authorized to issue lottery bonds pursuant to
8 ORS 286A.560 to 286A.585 in an amount that produces \$10,000,000 in net proceeds and interest
9 earnings for the purposes described in subsection (2) of this section, plus an additional
10 amount estimated by the State Treasurer to be necessary to pay bond-related costs.

11 (2) Net proceeds of lottery bonds issued under this section and interest earnings must
12 be transferred to the Water Resources Department in an amount sufficient to provide
13 \$10,000,000 in net proceeds and interest earnings to make grants or loans to develop and
14 implement water storage systems and delivery infrastructure, implement conservation and
15 reuse projects, and provide access to new water supplies.

16 (3) The Legislative Assembly finds that the use of lottery bond proceeds will create jobs,
17 further economic development, finance public education or restore and protect parks,
18 beaches, watersheds and native fish and wildlife, and is authorized based on the following
19 findings:

20 (a) Adequate drinking water systems, irrigation, drainage and healthy ecosystems en-
21 hance community development and encourage economic growth.

22 (b) Having adequate drinking water systems, irrigation, drainage and healthy ecosystems
23 is essential to Oregon's economic growth.

24 (c) Assisting local governments to mitigate losses resulting from reduced water supply
25 for irrigation and retirement of water rights will enhance community efforts to facilitate and
26 promote economic growth.

27 **SECTION 7a.** (1) If Senate Bill 839 becomes law, the moneys described in section 7 (2) of
28 this 2013 Act must be deposited in the Water Supply Development Account established in
29 section 3, chapter _____, Oregon Laws 2013 (Enrolled Senate Bill 839).

30 (2) If Senate Bill 839 does not become law, the moneys described in section 7 (2) of this
31 2013 Act must be deposited in the Water Resources Department Water Supply Fund estab-
32 lished in section 10, chapter 906, Oregon Laws 2009.

33 **SECTION 7b.** If Senate Bill 839 does not become law, section 10, chapter 906, Oregon Laws
34 2009, as amended by section 5, chapter 624, Oregon Laws 2011, is amended to read:

35 **Sec. 10.** (1) The Water Resources Department Water Supply Fund is established separate and
36 distinct from the General Fund. Interest earned on moneys deposited in the Water Resources De-
37 partment Water Supply Fund shall be credited to the fund. Moneys in the fund are continuously
38 appropriated to the Water Resources Department.

39 (2) The Water Resources Department Water Supply Fund consists of:

40 (a) Net proceeds of lottery bonds issued pursuant to sections 8 and 9, chapter 906, Oregon Laws
41 2009, deposited into the Water Resources Department Water Supply Fund for the following purposes:

42 (A) \$2,500,000 for the purposes of issuing grants to develop Umatilla Basin critical ground water
43 storage projects described in section 17, chapter 907, Oregon Laws 2009, and to provide or pay for
44 services in connection with those projects.

45 (B) \$217,000 to pay for the operation of loan and grant programs under sections 18 to 27, chapter

1 907, Oregon Laws 2009.

2 (C) \$283,000 for the purpose of developing an integrated state water resources strategy to im-
3 plement the state water resources policy pursuant to ORS 536.220 and section 45, chapter 907,
4 Oregon Laws 2009.

5 (D) \$500,000 for purposes of the grant program established by section 1, chapter 13, Oregon
6 Laws 2008.

7 (b) Net proceeds of lottery bonds issued pursuant to section 4, **chapter 624, Oregon Laws 2011,**
8 *[of this 2011 Act]* in an amount sufficient to provide \$1,229,052 in net proceeds and interest earnings
9 for the department to finance grants for feasibility studies for water conservation, reuse and storage
10 projects.

11 **(c) Net proceeds of lottery bonds issued pursuant to section 7 of this 2013 Act in an**
12 **amount sufficient to provide \$10,000,000 in net proceeds and interest earnings to develop and**
13 **implement water storage systems and delivery infrastructure, implement conservation and**
14 **reuse projects and provide new access to water supplies.**

15 *[(c)]* (d) Any other fees, revenues or income deposited in the fund by the Legislative Assembly.

16 **SECTION 8. (1) For the biennium beginning July 1, 2013, at the request of the Oregon**
17 **Department of Administrative Services, after the department consults with the State De-**
18 **partment of Energy, the State Treasurer is authorized to issue lottery bonds pursuant to**
19 **ORS 286A.560 to 286A.585 in an amount that produces \$5 million in net proceeds and interest**
20 **earnings for the purposes described in subsection (2) of this section, plus an additional**
21 **amount estimated by the State Treasurer to be necessary to pay bond-related costs.**

22 (2) Net proceeds of lottery bonds issued under this section and interest earnings must
23 be transferred to the State Department of Energy in an amount sufficient to provide \$5
24 million in net proceeds and interest earnings for deposit in the Clean Energy Deployment
25 Fund established in ORS 470.800 for the purposes described in ORS 470.810.

26 (3) The Legislative Assembly finds that the use of lottery bond proceeds will create jobs,
27 further economic development, finance public education or restore and protect parks,
28 beaches, watersheds and native fish and wildlife, and is authorized based on the following
29 findings:

30 (a) Increasing and promoting energy efficiency in structures and operations statewide
31 increases economic development and energy conservation, and expands opportunities for new
32 and emerging industries in Oregon.

33 (b) The projects made possible through increased funding of energy efficiency programs
34 creates jobs and furthers economic development.

35 **SECTION 9. (1) For the biennium beginning July 1, 2013, at the request of the Oregon**
36 **Department of Administrative Services, after the department consults with the State Parks**
37 **and Recreation Department, the State Treasurer is authorized to issue lottery bonds pursu-**
38 **ant to ORS 286A.560 to 286A.585 in an amount that produces \$5 million in net proceeds and**
39 **interest earnings for the purposes described in subsection (2) of this section, plus an addi-**
40 **tional amount estimated by the State Treasurer to be necessary to pay bond-related costs.**

41 (2) Net proceeds of lottery bonds issued under this section and interest earnings in an
42 amount sufficient to provide \$5 million must be transferred to the State Department of
43 Parks and Recreation to provide assistance for land acquisition, improvements, rehabilitation
44 and enhancement of the area in Clackamas County in or around the area including
45 Willamette Falls.

1 **(3) The Legislative Assembly finds that the use of lottery bond proceeds will create jobs,**
2 **further economic development, finance public education or restore and protect parks,**
3 **beaches, watersheds and native fish and wildlife, and is authorized because:**

4 **(a) Improving the area around Willamette Falls will enhance the economic viability of the**
5 **region, create jobs and improve the quality of life for the community.**

6 **(b) The project will have a positive impact on the local environment including the**
7 **watershed in the immediate area.**

8 **SECTION 10. (1) The Willamette Falls Park Fund is established in the State Treasury,**
9 **separate and distinct from the General Fund. Interest earned on moneys in the Willamette**
10 **Falls Park Fund shall be credited to the fund. The Willamette Falls Park Fund consists of**
11 **moneys deposited in the fund under section 9 of this 2013 Act and may include fees, revenues**
12 **or other income deposited into the fund by the Legislative Assembly.**

13 **(2) Moneys in the fund are continuously appropriated to the State Department of Parks**
14 **and Recreation for purposes described in section 9 of this 2013 Act.**

15 **SECTION 11. (1) For the biennium beginning July 1, 2013, at the request of the Oregon**
16 **Department of Administrative Services, in consultation with the Department of Transporta-**
17 **tion, the State Treasurer is authorized to issue lottery bonds pursuant to ORS 286A.560 to**
18 **286A.585 in an amount that produces \$42 million in net proceeds and interest earnings for**
19 **the purpose described in subsection (2) of this section, plus an additional amount estimated**
20 **by the State Treasurer to be necessary to pay bond-related costs.**

21 **(2) Net proceeds of lottery bonds issued pursuant to this section and interest earnings**
22 **must be transferred to the Department of Transportation for deposit in the Multimodal**
23 **Transportation Fund established under ORS 367.080 in an amount sufficient to provide \$42**
24 **million for the department to finance grants and loans for transportation projects as pro-**
25 **vided in ORS 367.080 to 367.086.**

26 **(3) Bond-related costs for the lottery bonds authorized by this section must be paid from**
27 **the gross proceeds of the lottery bonds and from allocations for the purposes of ORS**
28 **286A.576 (1)(c).**

29 **(4) The Legislative Assembly finds that issuing lottery bonds to finance transportation**
30 **projects pursuant to this section is essential to promoting the state's economic development**
31 **and the use of lottery bond proceeds is authorized based on the following findings:**

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

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

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

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

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

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

44 **(g) The use of lottery bond proceeds as provided in this section will create jobs, further**
45 **economic development, finance public education or restore and protect parks, beaches,**

1 watersheds, and native fish and wildlife within Oregon, and issuance of lottery bonds for the
2 purpose described in this section is therefore an appropriate use of state lottery funds under
3 Article XV, section 4, of the Oregon Constitution, and ORS 461.510.

4 **SECTION 12.** To the extent that proposed transportation projects meet the qualifications
5 established by the Oregon Transportation Commission by rule, the commission shall allocate
6 at least 10 percent of the net proceeds of the lottery bonds authorized by section 11 of this
7 2013 Act to each region described in this section. For purposes of this section, the regions
8 are as follows:

9 (1) Region one consists of Clackamas, Columbia, Hood River, Multnomah and Washington
10 Counties.

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

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

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

16 (5) Region five consists of Baker, Grant, Harney, Malheur, Morrow, Umatilla, Union and
17 Wallowa Counties.

18 **SECTION 13.** (1) For the biennium beginning July 1, 2013, at the request of the Oregon
19 Department of Administrative Services, after the department consults with Lane Transit
20 District, the State Treasurer is authorized to issue lottery bonds pursuant to ORS 286A.560
21 to 286A.585 in an amount that produces \$12 million in net proceeds and interest earnings for
22 the purpose described in subsection (2) of this section, plus an additional amount estimated
23 by the State Treasurer to be necessary to pay bond-related costs.

24 (2) Net proceeds of lottery bonds issued under this section in an amount sufficient to
25 provide \$12 million in net proceeds and interest earnings for the department to deposit in the
26 West Eugene EmX Extension Fund for disbursement to Lane Transit District for the West
27 Eugene EmX Extension, as defined in section 28, chapter 906, Oregon Laws 2009.

28 (3) The Legislative Assembly finds that the use of lottery bond proceeds will create jobs,
29 further economic development, finance public education or restore and protect parks,
30 beaches, watersheds and native fish and wildlife, and is authorized based on the findings
31 identified by the Legislative Assembly in section 28, chapter 906, Oregon Laws 2009.

32 **SECTION 14.** Section 29, chapter 906, Oregon Laws 2009, as amended by section 13, chapter
33 624, Oregon Laws 2011, is amended to read:

34 **Sec. 29.** The West Eugene EmX Extension Fund is established in the State Treasury, separate
35 and distinct from the General Fund. Interest earned on moneys in the West Eugene EmX Extension
36 Fund shall be credited to the fund. The West Eugene EmX Extension Fund consists of moneys de-
37 posited in the fund under section 28, chapter 906, Oregon Laws 2009, [and] section 12 [of this 2011
38 Act], chapter 624, Oregon Laws 2011, and section 13 of this 2013 Act, and may include fees, re-
39 venues or other income deposited into the fund by the Legislative Assembly for payment of costs
40 incurred to establish the West Eugene EmX Extension. Moneys in the fund are continuously appro-
41 priated to the Oregon Department of Administrative Services for:

42 (1) Disbursement to the Lane Transit District of moneys appropriated by the Legislative As-
43 sembly for the purpose of paying the costs incurred to establish the West Eugene EmX Extension.

44 (2) Payment of bond-related costs, as defined in ORS 286A.560.

45 **SECTION 15.** (1) For the biennium beginning July 1, 2013, at the request of the Oregon

1 Department of Administrative Services, after the department consults with the Department
2 of Veterans' Affairs, the State Treasurer is authorized to issue lottery bonds pursuant to
3 ORS 286A.560 to 286A.585 in an amount that produces \$10.5 million in net proceeds and in-
4 terest earnings for the purpose described in subsection (2) of this section, plus an additional
5 amount estimated by the State Treasurer to be necessary to pay bond-related costs.

6 (2) Net proceeds of lottery bonds issued under this section in an amount sufficient to
7 provide \$10.5 million in net proceeds and interest earnings must be transferred to the De-
8 partment of Veterans' Affairs and deposited in the Roseburg Veterans' Home Construction
9 Fund established in section 19, chapter 624, Oregon Laws 2011, for the purpose of acquiring,
10 developing, constructing and equipping the Roseburg Veterans' Home.

11 (3) The Legislative Assembly finds that the use of lottery bond proceeds will create jobs,
12 further economic development, finance public education or restore and protect parks,
13 beaches, watersheds and native fish and wildlife, and is authorized based on the finding that
14 establishment of the Roseburg Veterans' Home will create jobs in construction and health
15 care fields.

16 SECTION 16. Section 18, chapter 624, Oregon Laws 2011, is repealed and section 15 of this
17 2013 Act is enacted in lieu thereof.

18 SECTION 17. (1) For the biennium beginning July 1, 2013, at the request of the Oregon
19 Department of Administrative Services, after the department consults with Metro, the State
20 Treasurer is authorized to issue lottery bonds pursuant to ORS 286A.560 to 286A.585 in an
21 amount that produces \$10 million in net proceeds and interest earnings for the purpose de-
22 scribed in subsection (2) of this section, plus an additional amount estimated by the State
23 Treasurer to be necessary to pay bond-related costs.

24 (2) Net proceeds of lottery bonds issued under this section in an amount sufficient to
25 provide \$10 million in net proceeds and interest earnings must be transferred to the depart-
26 ment for deposit in the ODAS Economic Development Distributions Fund established in
27 section 23 of this 2013 Act for distribution to Metro for the purpose of acquiring, developing,
28 constructing and equipping the Oregon Convention Center hotel project.

29 (3) The Legislative Assembly finds that the use of lottery bond proceeds will create jobs,
30 further economic development, finance public education or restore and protect parks,
31 beaches, watersheds and native fish and wildlife, and is authorized based on the finding that
32 establishment of the Oregon Convention Center hotel will create jobs in construction and
33 result in an increased flow of money to Oregon generally and to businesses around the
34 Oregon Convention Center by increasing the viability of the Oregon Convention Center as a
35 site for national and international convention business.

36 SECTION 18. (1) For the biennium beginning July 1, 2013, at the request of the Oregon
37 Department of Administrative Services, after the department consults with the Port of
38 Umatilla and the Confederated Tribes of the Umatilla Indian Reservation, the State Treas-
39 urer is authorized to issue lottery bonds pursuant to ORS 286A.560 to 286A.585 in an amount
40 that produces \$3.5 million in net proceeds and interest earnings for the purpose described in
41 subsection (2) of this section, plus an additional amount estimated by the State Treasurer
42 to be necessary to pay bond-related costs.

43 (2) Net proceeds of lottery bonds issued under this section in an amount sufficient to
44 provide \$3.5 million in net proceeds and interest earnings must be transferred to the de-
45 partment for deposit in the ODAS Economic Development Distributions Fund established by

1 **section 23 of this 2013 Act for distribution to the Confederated Tribes of the Umatilla Indian**
2 **Reservation for the purpose of acquiring, developing and constructing a 1.5-mile road exten-**
3 **sion connecting the Port of Umatilla to certain industrial lands of the Confederated Tribes**
4 **of the Umatilla Indian Reservation.**

5 **(3) The Legislative Assembly finds that the use of lottery bond proceeds will create jobs,**
6 **further economic development, finance public education or restore and protect parks,**
7 **beaches, watersheds and native fish and wildlife, and is authorized based on the finding that**
8 **extension of the road will create jobs and facilitate access and development of industrial**
9 **lands.**

10 **SECTION 19.** Section 4, chapter 906, Oregon Laws 2009, as amended by section 3, chapter 624,
11 Oregon Laws 2011, is amended to read:

12 **Sec. 4.** (1) Pursuant to ORS 286A.560 to 286A.585, at the request of the Oregon Department of
13 Administrative Services, after the department consults with the Housing and Community Services
14 Department, the State Treasurer is authorized to issue lottery bonds for the Housing and Community
15 Services Department to provide financial assistance to aid in the acquisition, renovation or mainte-
16 nance of section 8 housing or other housing with federal rent subsidies.

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

18 (a) Individuals who are at risk of homelessness or who otherwise pay a disproportionate share
19 of income for housing increase their potential for self-sufficiency, and use proportionately fewer
20 community-funded resources when they are provided a stable housing environment.

21 (b) Having housing for at-risk populations is essential to Oregon's healthy economic growth.

22 (3) The aggregate principal amount of lottery bonds issued pursuant to subsection (1) of this
23 section may not exceed the amount of [~~\$21,301,718~~] **\$26,301,718** plus an additional amount estimated
24 by the State Treasurer to be necessary to pay bond-related costs as defined in ORS 286A.560.

25 **SECTION 20.** (1) **For the biennium beginning July 1, 2013, at the request of the Oregon**
26 **Department of Administrative Services, after the department consults with the North Cen-**
27 **tral Education Service District, the State Treasurer is authorized to issue lottery bonds**
28 **pursuant to ORS 286A.560 to 286A.585 in an amount that produces \$1 million in net proceeds**
29 **and interest earnings for the purpose described in subsection (2) of this section, plus an ad-**
30 **ditional amount estimated by the State Treasurer to be necessary to pay bond-related costs.**

31 (2) **Net proceeds of lottery bonds issued under this section in an amount sufficient to**
32 **provide \$1 million in net proceeds and interest earnings must be transferred to the depart-**
33 **ment for deposit in the ODAS Economic Development Distributions Fund established in**
34 **section 23 of this 2013 Act for distribution to the North Central Education Service District**
35 **for the purpose of acquiring digital switching equipment needed to improve education and**
36 **public safety services in the three counties.**

37 (3) **The Legislative Assembly finds that the use of lottery bond proceeds will create jobs,**
38 **further economic development, finance public education or restore and protect parks,**
39 **beaches, watersheds and native fish and wildlife, and is authorized based on the finding that**
40 **education and public safety are necessary components of a climate that facilitates and en-**
41 **courages economic development.**

42 **SECTION 21.** (1) **For the biennium beginning July 1, 2013, at the request of the Oregon**
43 **Department of Administrative Services, after the department consults with the Department**
44 **of Transportation and the Oregon International Port of Coos Bay, the State Treasurer is**
45 **authorized to issue lottery bonds pursuant to ORS 286A.560 to 286A.585 in an amount that**

1 produces \$10 million in net proceeds and interest earnings for the purpose described in sub-
2 section (2) of this section, plus an additional amount estimated by the State Treasurer to be
3 necessary to pay bond-related costs.

4 (2) Net proceeds of lottery bonds issued under this section in an amount sufficient to
5 provide \$10 million in net proceeds and interest earnings must be transferred to the De-
6 partment of Transportation for deposit in the DOT Economic Development Distributions
7 Fund established in section 24 of this 2013 Act for distribution to the Oregon International
8 Port of Coos Bay for the purpose of acquiring, constructing or improving the Coos Bay rail
9 link, as defined in ORS 777.915.

10 (3) The Legislative Assembly finds that the use of lottery bond proceeds will create jobs,
11 further economic development, finance public education or restore and protect parks,
12 beaches, watersheds and native fish and wildlife, and is authorized based on the finding that
13 improvements in multimodal transportation systems are necessary to facilitate the flow of
14 goods and services to national and international markets through the deep-water port at
15 Coos Bay.

16 SECTION 22. (1) For the biennium beginning July 1, 2013, at the request of the Oregon
17 Department of Administrative Services, after the department consults with the Department
18 of Transportation and Salem-Keizer Transit, the State Treasurer is authorized to issue lot-
19 tery bonds pursuant to ORS 286A.560 to 286A.585 in an amount that produces \$3.5 million in
20 net proceeds and interest earnings for the purpose described in subsection (2) of this section,
21 plus an additional amount estimated by the State Treasurer to be necessary to pay bond-
22 related costs.

23 (2) Net proceeds of lottery bonds issued under this section in an amount sufficient to
24 provide \$3.5 million in net proceeds and interest earnings must be transferred to the De-
25 partment of Transportation for deposit in the DOT Economic Development Distributions
26 Fund established in section 24 of this 2013 Act for distribution to Salem-Keizer Transit for
27 the purpose of acquiring, constructing or improving the Salem-Keizer Transit Center.

28 (3) The Legislative Assembly finds that the use of lottery bond proceeds will create jobs,
29 further economic development, finance public education or restore and protect parks,
30 beaches, watersheds and native fish and wildlife, and is authorized based on the finding that
31 improvements in public transportation systems are necessary to facilitate the flow of mem-
32 bers of the workforce and consumers of all manner of goods and services in an efficient
33 manner.

34 SECTION 23. (1) The ODAS Economic Development Distributions Fund is established in
35 the State Treasury, separate and distinct from the General Fund. Interest earned on the
36 moneys in the ODAS Economic Development Distributions Fund shall be credited to the
37 fund. The fund consists of lottery bond proceeds appropriated to the Oregon Department of
38 Administrative Services for further distribution to public or private entities that do not re-
39 ceive appropriations directly from the Legislative Assembly and interest credited to the fund.

40 (2) Moneys in the fund are continuously appropriated to the Oregon Department of Ad-
41 ministrative Services for the purpose of distributions described in subsection (1) of this sec-
42 tion.

43 SECTION 24. (1) The DOT Economic Development Distributions Fund is established in
44 the State Treasury, separate and distinct from the General Fund. Interest earned on the
45 moneys in the DOT Economic Development Distributions Fund shall be credited to the fund.

1 **The fund consists of lottery bond proceeds appropriated to the Department of Transportation**
2 **for further distribution to public or private entities that do not receive appropriations di-**
3 **rectly from the Legislative Assembly and interest credited to the fund.**

4 **(2) Moneys in the fund are continuously appropriated to the Department of Transporta-**
5 **tion for the purpose of distributions described in subsection (1) of this section.**

6 **SECTION 25. This 2013 Act being necessary for the immediate preservation of the public**
7 **peace, health and safety, an emergency is declared to exist, and this 2013 Act takes effect**
8 **July 1, 2013.**

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