

SB 5703
Bonding limit

Senate Bill 5703 amends the limits established during the 2013 legislative session on the maximum amount of bonds and third party financing agreements that state agencies may issue. The proceeds from the issuance of bonds are included as revenues in agency budgets.

The Capital Construction Subcommittee recommends allowing Oregon State University to increase a project by \$3.85 million in Article XI-G bonds. The increase is offset by the elimination of a different project.

The Subcommittee recommends net proceeds of \$198 million for the Oregon Health and Science University (OHSU) cancer institute. The amount is made up of \$160 million of XI-G bonds and \$38 million of Lottery bonds. There is also language included in the bill that details certain conditions that must be met before the bonds can be issued.

Lottery revenue bonds also fund eight other projects totaling \$20.2 million. Included in that amount is the supplemental match for the XI-G bonds at Central Oregon Community College.

The Subcommittee also recommends \$33.6 million in Article XI-Q bonds. A detailed list of projects and their amounts can be found in the budget report.

There will be no debt service during the current biennium on any of the new bonds approved in the bill. Estimated debt service for the new projects will total \$29.2 million General Fund and \$10.2 million Lottery Funds during the 2015-17 biennium.

The bill also contains clarifying language and specific requirements concerning previously approved lottery bond proceeds, the use of XI-Q bonds to purchase personal property, and the issuance of bonds for OHSU.

The Capital Construction Subcommittee recommends Senate Bill 5703 be amended and reported out do pass, as amended.