

**Legislative
Fiscal Office**

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**Joint Committee on
Ways and Means**

Sen. Richard Devlin, Senate Co-Chair
Rep. Nancy Nathanson, House Co-Chair

Sen. Betsy Johnson, Senate Co-Vice Chair
Sen. Jackie Winters, Senate Co-Vice Chair
Rep. Dan Rayfield, House Co-Vice Chair
Rep. Greg Smith, House Co-Vice Chair

To: *Capital Construction Subcommittee*

From: Amanda Beitel, Legislative Fiscal Office

Date: February 22, 2017

Subject: HB 5020 - 2015-17 Bonding Authorization Bill
Work Session Recommendations

HB 5020 amends previously approved bond authorizations. No new bonds are authorized.

The -2 amendment:

- Approves the use of \$785,000 in Article XI-G bonds and \$10,395,000 in Article XI-Q bonds authorized in HB 5005 (2015) to the Higher Education Coordinating Commission for the Oregon Institute of Technology's renovation and upgrading of Cornett Hall, in place of the previously authorized Center for Excellence in Engineering and Technology.
- Authorizes the Oregon Business Development Department to use \$990,744 of remaining lottery bond proceeds authorized in SB 5533 (2013) for the Portland Japanese Garden and reduces the amount originally authorized for the Confluence Project. The amendment also approves the use of \$990,744 of lottery bonds authorized in HB 5030 (2015) for the Confluence Project and reduces the amount originally authorized for the Portland Japanese Garden. Total amounts authorized for each project remain the same, but the change allows bond proceeds to be spent timely under federal rules for tax-exempt bonds.
- Approves statutory changes to ORS chapters 286A, 291, and 341 related to the administration of the state's bond programs. The amendment clarifies the Department of Administrative Services' role as the bond program administrator for Lottery Revenue Bonds and ongoing General Fund-supported general obligation bonds. The Article XI-G bond program for community colleges is combined with the public university program in the Higher Education Coordinating Commission. Obsolete community college facilities accounts are repealed.

The budget report will include a clarification that allows the use of \$277,881 in remaining Article XI-Q bond proceeds from project savings on the East Tunnel Structural Improvement Project at the University of Oregon towards additional work to the East Tunnel utility system. The budget report will also contain language that allows the consolidation of seven separate Article XI-Q general obligation bond authorizations, detailed in the budget report for HB 5005 (2015), totaling \$7,325,000 to the Oregon Youth Authority for capital improvements projects at multiple facilities into one deferred maintenance authorization.

Recommended Changes to HB 5020:

The Legislative Fiscal Office recommends adoption of the -2 amendment.

Motion: Move adoption of the -2 amendment to HB 5020.

Final HB 5020 Subcommittee Action:

The measure, as amended by the -2, is recommended to be moved to the full Joint Committee on Ways and Means.

Motion: Move HB 5020, as amended, to the Full Committee with a “do pass” recommendation.

Carriers:

Full Committee Carrier: _____

House Chamber Carrier: _____

Senate Chamber Carrier: _____