



Oregon

Kate Brown, Governor

Department of Administrative Services

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May 10, 2017

The Honorable Richard Devlin, Co-Chair
The Honorable Nancy Nathanson, Co-Chair
Joint Committee on Ways and Means
900 Court Street
H-178 State Capitol
Salem, OR 97301-4048

Dear Co-Chairpersons:

Nature of Request

Report on the State's General Fund debt service savings resulting from a recent refinancing of general obligation bonds.

Agency Action

ORS 286A.160(3) requires the Department of Administrative Services (DAS) to report to the Joint Committee on Ways and Means, the amount of incurred expenses and General Fund debt service savings resulting from the issuance of refunding bonds. On May 3, 2017, DAS and the State Treasurer completed the issuance of the 2017 Series J & L Refunding Article XI-G Bonds. Proceeds from the issuance were used to refinance qualifying outstanding Article XI-G Bonds. Expenditure limitations will be administratively established to record the transaction. The table below presents General Fund debt service savings for the Higher Education Coordinating Commission (HECC), which was the only agency impacted by the refunding.

Agency	2017-19 Debt Service Savings	2020-2040 Debt Service Savings	Total Debt Service Savings	Costs of Issuance
HECC	\$ 1,925,696	\$ 9,879,009	\$ 11,804,705	\$ 451,519

Legislation Affected

None.

Sincerely,

Katy Coba
Chief Operating Officer/DAS Director