

**REVENUE IMPACT OF  
PROPOSED LEGISLATION  
79th Oregon Legislative Assembly  
2017 Regular Session  
Legislative Revenue Office**

**Bill Number: SB 5530 - A  
Revenue Area: Lottery Bonds  
Economist: Mazen Malik  
Date: 7-3-2017**

*Only Impacts on Original or Engrossed Versions are Considered Official*

**Measure Description:**

Increases amount of lottery bonds authorized to be issued for Oregon Business Development Department and Housing and Community Services Department.

**Revenue Impact (in \$Millions):**

The revenue impact of lottery bonds includes the proceeds as revenue and costs and debt service as a reduction in revenue.

Total Lottery Bond Revenue	Issuance Costs	Debt Service		Net Revenue	Debt Service	Debt Service
	2017-19	2017-19		2017-19	2019-21	2021-23
\$199.86	(\$3.48)	-		\$196.38	(\$32.38)	(\$32.43)

\$16.3 million will be kept in the debt service reserve account, leaving \$180 million available for projects.

**Impact Explanation:**

Senate Bill 5530 authorizes the issuance of lottery revenue bonds for specified projects. All lottery revenue bonds authorized for the 2017-19 biennium come up to \$165 million, except for one project authorized in House Bill 2278 (2015).

Authority to spend bond proceeds for project costs and pay for the cost of issuing bonds is included in the budget reconciliation bill (HB 5006). Lottery revenue bonds will be issued in the spring of 2019 and debt service payments will begin in the 2019-21 biennium.

Most of the bond proceeds are to be spent on 31 projects funded in the following state agencies:

- Department of Administrative Services - \$27,470,000
- Department of State Lands - \$3,000,000
- Department of Transportation - \$37,000,000
- Oregon Business Development Department - \$45,440,000
- Housing and Community Services Department - \$25,000,000
- Parks and Recreation Department - \$5,000,000
- Water Resources Department - \$22,200,000

A more detailed list can be found in the budget report issued by the Legislative Fiscal Office.

**Creates, Extends, or Expands Tax Expenditure:**      Yes  No