SB 5530-4 (LC 9530) 6/30/17 (DFY/ps)

Requested by JOINT COMMITTEE ON WAYS AND MEANS

PROPOSED AMENDMENTS TO SENATE BILL 5530

On <u>page 1</u> of the printed bill, line 3, after "2009," delete the rest of the line and insert "sections 3, 6 and 18, chapter 786, Oregon Laws 2013, and sections 23 and 28a, chapter 812, Oregon Laws 2015; and declaring an emer-".

5 Delete lines 6 through 28 and delete pages 2 through 8 and insert:

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

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

"(a) To provide financial and other assistance, including but not limited 11 to loans and grants, to municipalities, ports and other persons and entities 12 in accordance with the laws governing use of moneys in the Special Public 13 Works Fund created by ORS 285B.455, the Water Fund created by ORS 14 285B.563, the Safe Drinking Water Revolving Loan Fund created by ORS 15 285A.213, the Oregon Port Revolving Fund created by ORS 285A.708, the 16 Brownfields Redevelopment Fund created by ORS 285A.188, the Oregon 17 Business Development Fund created by ORS 285B.092 and the Marine Navi-18 gation Improvement Fund created by ORS 777.267. 19

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

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

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

"(a) The financial and other assistance to municipalities, ports and other persons and entities will assist in the establishment and expansion of businesses in Oregon and in the construction, improvement and expansion of infrastructure, community and port facilities and other facilities that comprise the physical foundation for industrial and commercial activity and provide the basic framework for continued and expanded economic opportunities and quality communities throughout Oregon.

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

"(c) Such financial and other assistance to municipalities, ports and other 19 persons and entities and the deepening of the Columbia River channel will 20therefore promote economic development within this state, and thus the use 21of net proceeds derived from the operation of the Oregon State Lottery to 22pay debt service on lottery bonds issued under this section to provide such 23financial and other assistance to municipalities, ports and other persons and 24entities and to pay a portion of the costs of deepening the Columbia River 2526 channel is an authorized use of state lottery funds under section 4, Article XV of the Oregon Constitution, and ORS 461.510. 27

"(d) The current lower Columbia River estuary habitat for listed endangered or threatened species of Columbia River anadromous salmonids could be improved through ecosystem restoration projects. The use of the Oregon 1 State Lottery to pay debt service on lottery bonds issued under this section 2 to pay for studying how the estuary could be improved and to pay for 3 ecosystem restoration projects are authorized uses of state lottery funds.

"(3)(a) The aggregate principal amount of lottery bonds issued pursuant 4 to subsection (1)(a) of this section for financial and other assistance to $\mathbf{5}$ municipalities, ports and other persons and entities may not exceed the sum 6 of [\$306,226,252] \$336,226,252 and an additional amount estimated by the 7 State Treasurer to be necessary to pay bond-related costs. The aggregate 8 principal amount of lottery bonds issued pursuant to subsection (1)(b) of this 9 section for the Columbia River channel deepening project may not exceed the 10 sum of \$17.7 million and an additional amount estimated by the State 11 Treasurer to be necessary to pay bond-related costs. 12

"(b) The Oregon Department of Administrative Services may not request 13 the issuance of lottery bonds under subsection (1)(b) of this section until the 14 Director of the Oregon Business Development Department determines that 15 a final environmental impact statement has been issued and a record of de-16 cisions has been submitted to Congress by the United States Army Corps of 17 Engineers, Congress has authorized the Columbia River channel deepening 18 project, and the Washington sponsors' shares of the costs of the Columbia 19 River channel deepening project have been committed. 20

"(4) The net proceeds of lottery bonds issued pursuant to subsection (1)(a) 21and (b) of this section shall be deposited in the Economic Infrastructure 22Project Fund, which is hereby established in the State Treasury separate and 23distinct from the General Fund. Interest earned by the Economic 24Infrastructure Project Fund shall be credited to the fund. All moneys in the 2526 Economic Infrastructure Project Fund are continuously appropriated to the Oregon Business Development Department for any purpose for which moneys 27in the Special Public Works Fund created by ORS 285B.455 may be used, any 28purpose for which moneys in the Water Fund created by ORS 285B.563 may 29 be used, any purpose for which moneys in the Safe Drinking Water Revolving 30

Loan Fund created by ORS 285A.213 may be used, any purpose for which 1 moneys in the Oregon Port Revolving Fund created by ORS 285A.708 may $\mathbf{2}$ be used, any purpose for which moneys in the Brownfields Redevelopment 3 Fund created by ORS 285A.188 may be used, any purpose for which moneys 4 in the Oregon Business Development Fund created by ORS 285B.092 may be $\mathbf{5}$ used and any purpose for which moneys in the Marine Navigation Improve-6 ment Fund created by ORS 777.267 may be used. The Director of the Oregon 7 Business Development Department shall allocate the moneys deposited in the 8 Economic Infrastructure Project Fund for the purposes described in this 9 subsection in accordance with the priorities developed by the Oregon Busi-10 ness Development Commission in accordance with ORS 285A.020. However, 11 the director shall transfer from the Economic Infrastructure Project Fund 12 and deposit into the Channel Deepening Account of the Marine Navigation 13 Improvement Fund the proceeds of any lottery bonds sold to finance a por-14 tion of the costs of the Columbia River channel deepening project. Upon 15 determining the relative allocation of moneys deposited in the Economic 16 Infrastructure Project Fund among the purposes described in this subsection, 17 the director shall transfer from the Economic Infrastructure Project Fund, 18 and deposit into each of the other funds described in this subsection, the 19 amounts so allocated. Notwithstanding any other provision of law governing 20the funds described in this subsection, the funds described in this subsection 21may be credited with moneys transferred from the Economic Infrastructure 22Project Fund by the director in accordance with this subsection. 23

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

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

⁹ "<u>SECTION 2.</u> (1) Net proceeds of lottery bonds issued under ORS 285B.551 during the biennium beginning July 1, 2017, in an amount sufficient to provide \$10 million in net proceeds and interest earnings must be transferred to the Oregon Business Development Department for deposit in the Levee Project Subaccount, established in ORS 285B.456, for the purpose of providing financial assistance under ORS 285B.410 to 285B.482 for levee projects, as defined in ORS 285B.410.

16 "(2) The Legislative Assembly finds that the use of lottery bond 17 proceeds will create jobs, further economic development, finance pub-18 lic education or restore and protect parks, beaches, watersheds and 19 native fish and wildlife, and is authorized based on the following 20 findings:

"(a) Levees are an integral part of the commercial and industrial
 infrastructure of this state.

"(b) The inspection, accreditation, certification and repair of levees
 will promote economic development within this state.

25 "<u>SECTION 3.</u> (1) For the biennium beginning July 1, 2017, at the 26 request of the Oregon Department of Administrative Services, after 27 the department consults with the Oregon Business Development De-28 partment, the State Treasurer is authorized to issue lottery bonds 29 pursuant to ORS 286A.560 to 286A.585 in an amount that produces \$4 30 million in net proceeds and interest earnings for the purposes described in subsection (2) of this section, plus an additional amount
 estimated by the State Treasurer to be necessary to pay bond-related
 costs.

"(2) Net proceeds of lottery bonds issued under this section in an 4 amount sufficient to provide \$4 million in net proceeds and interest $\mathbf{5}$ earnings must be transferred to the Oregon Business Development 6 Department for deposit in the Regional Infrastructure Fund estab-7 lished in section 3, chapter 786, Oregon Laws 2013, to provide grants 8 and loans to local governments for infrastructure projects, including 9 long-range planning, research and design. The grants and loans are to 10 be allocated based on recommendations of regionally based planning 11 committees designated by the department. 12

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

18 "(a) Infrastructure projects will create jobs; and

"(b) Integrated development of infrastructure will establish a foun dation for expanding existing businesses and for developing and at tracting new businesses.

"<u>SECTION 4.</u> Section 3, chapter 786, Oregon Laws 2013, as amended by
 section 3, chapter 812, Oregon Laws 2015, is amended to read:

"Sec. 3. (1) The Regional Infrastructure Fund is established in the State Treasury, separate and distinct from the General Fund. Interest earned on the moneys in the Regional Infrastructure Fund shall be credited to the fund. The Regional Infrastructure Fund consists of moneys deposited in the fund under section 2, chapter 786, Oregon Laws 2013, and section 2 [of this 2015 Act], chapter 812, Oregon Laws 2015, and section 3 of this 2017 Act, and may include fees, revenues or other income deposited into the fund by the

SB 5530-4 6/30/17 Proposed Amendments to SB 5530 1 Legislative Assembly.

"(2) Moneys in the fund are continuously appropriated to the Oregon
Business Development Department for disbursement to local governments for
the purposes set forth in section 2, chapter 786, Oregon Laws 2013, and section 2 [of this 2015 Act], chapter 812, Oregon Laws 2015, and section 3
of this 2017 Act.

"SECTION 5. (1) For the biennium beginning July 1, 2017, at the 7 request of the Oregon Department of Administrative Services, after 8 the department consults with the Water Resources Department, the 9 State Treasurer is authorized to issue lottery bonds pursuant to ORS 10 286A.560 to 286A.585 in an amount that produces \$20,700,000 in net 11 proceeds and interest earnings for the purposes described in subsection 12(2) of this section, plus an additional amount estimated by the State 13 Treasurer to be necessary to pay bond-related costs. 14

"(2) Net proceeds of lottery bonds issued under this section must
 be transferred to the Water Resources Department for deposit in the
 Water Supply Development Account established in ORS 541.656, in an
 amount sufficient to provide:

"(a) \$15 million in net proceeds and interest earnings to provide
 grants or loans to evaluate, plan and develop in-stream and out-of stream statewide water development projects.

"(b) \$2.5 million in net proceeds and interest earnings to the City
of Carlton to reduce sedimentation and increase water storage capacity at the Panther Creek Reservoir.

"(c) \$2 million in net proceeds and interest earnings to the City of
Carlton to replace the city's finished water supply line and reduce
water loss.

"(d) \$1.2 million in net proceeds and interest earnings to the
 Santiam Water Control District to complete the Mill Creek Corporate
 Center irrigation conversion and efficiency project.

1 "(3) The Legislative Assembly finds that the use of lottery bond 2 proceeds will create jobs, further economic development, finance pub-3 lic education or restore and protect parks, beaches, watersheds and 4 native fish and wildlife, and is authorized based on the following 5 findings:

"(a) Having adequate drinking water systems, irrigation, drainage
and healthy ecosystems enhances community development and supports Oregon's economic growth.

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

"SECTION 6. (1) For the biennium beginning July 1, 2017, at the 13 request of the Oregon Department of Administrative Services, after 14 the department consults with the Water Resources Department, the 15State Treasurer is authorized to issue lottery bonds pursuant to ORS 16 286A.560 to 286A.585 in an amount that produces \$1.5 million in net 17 proceeds and interest earnings for the purposes described in subsection 18 (2) of this section, plus an additional amount estimated by the State 19 Treasurer to be necessary to pay bond-related costs. 20

"(2) Net proceeds of lottery bonds issued under this section in an amount sufficient to provide \$1.5 million in net proceeds and interest earnings must be transferred to the Water Resources Department for deposit in the Water Conservation, Reuse and Storage Investment Fund, established in ORS 541.576, to be used to pay the qualifying costs of planning studies performed to evaluate the feasibility of developing water conservation, reuse or storage projects.

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

"(a) Having adequate drinking water systems, irrigation, drainage
 and healthy ecosystems enhances community development and sup ports Oregon's economic growth.

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

"<u>SECTION 7.</u> Section 4, chapter 906, Oregon Laws 2009, as amended by
section 3, chapter 624, Oregon Laws 2011, section 19, chapter 786, Oregon
Laws 2013, section 15, chapter 121, Oregon Laws 2014, section 37, chapter 812,
Oregon Laws 2015, and section 4, chapter 66, Oregon Laws 2016, is amended
to read:

¹⁵ "Sec. 4. (1) Pursuant to ORS 286A.560 to 286A.585, at the request of the ¹⁶ Oregon Department of Administrative Services, after the department consults ¹⁷ with the Housing and Community Services Department, the State Treasurer ¹⁸ is authorized to issue lottery bonds for the Housing and Community Services ¹⁹ Department to provide financial assistance to aid in the acquisition, reno-²⁰ vation or maintenance of section 8 housing or other housing with federal ²¹ rent subsidies.

"(2) The use of lottery bond proceeds is authorized based on the followingfindings:

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

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

30 "(3) The aggregate principal amount of lottery bonds issued pursuant to

subsection (1) of this section may not exceed the amount of [\$33,801,718]
\$58,801,718 plus an additional amount estimated by the State Treasurer to
be necessary to pay bond-related costs as defined in ORS 286A.560.

"SECTION 8. (1) For the biennium beginning July 1, 2017, at the 4 request of the Oregon Department of Administrative Services, in con-5 sultation with the Department of Transportation, the State Treasurer 6 is authorized to issue lottery bonds pursuant to ORS 286A.560 to 7 286A.585 in an amount that produces \$30 million in net proceeds and 8 interest earnings for the purpose described in subsection (2) of this 9 section, plus an additional amount estimated by the State Treasurer 10 to be necessary to pay bond-related costs. 11

"(2) Net proceeds of lottery bonds issued pursuant to this section and interest earnings must be transferred to the Department of Transportation for deposit in the Connect Oregon Fund established under ORS 367.080 in an amount sufficient to provide \$30 million for the department to finance grants for transportation projects as provided in ORS 367.080 to 367.086.

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

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

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

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

30 "(c) A multimodal network of transportation options moves people

1 and goods efficiently.

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

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

"(f) Public investment in transportation infrastructure will create
jobs and further economic development in this state.

"(g) The use of lottery bond proceeds as provided in this section will create jobs, further economic development, finance public education or restore and protect parks, beaches, watersheds and native fish and wildlife within Oregon, and issuance of lottery bonds for the purpose described in this section is therefore an appropriate use of state lottery funds under Article XV, section 4, of the Oregon Constitution, and ORS 461.510.

17 "SECTION 9. To the extent that proposed transportation projects 18 meet the qualifications established by the Oregon Transportation 19 Commission by rule, the commission shall allocate at least 10 percent 20 of the net proceeds of the lottery bonds authorized by section 8 of this 21 2017 Act to each region described in this section. For purposes of this 22 section, the regions are as follows:

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

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

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

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

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

"SECTION 10. (1) For the biennium beginning July 1, 2017, at the 3 request of the Oregon Department of Administrative Services, after 4 the department consults with the Department of State Lands, the $\mathbf{5}$ State Treasurer is authorized to issue lottery bonds pursuant to ORS 6 286A.560 to 286A.585 in an amount that produces \$3 million in net 7 proceeds and interest earnings for the purposes described in subsection 8 (2) of this section, plus an additional amount estimated by the State 9 Treasurer to be necessary to pay bond-related costs. 10

"(2) Net proceeds of lottery bonds issued under this section in an 11 amount sufficient to provide \$3 million in net proceeds and interest 12 earnings must be transferred to the Department of State Lands for 13 deposit in the Portland Harbor Cleanup Fund, established in section 14 11 of this 2017 Act, to provide financial assistance to the department 15 for coordination and participation in any contracts or agreements re-16 lating to or arising out of the Portland Harbor Superfund Site. The 17 purposes of the contracts or agreements may include, but are not 18 limited to: 19

"(a) Investigation necessary to characterize existing baseline con ditions throughout the Portland Harbor Superfund Site, as well as
 conditions upstream and downstream that may be impacting the
 Portland Harbor Superfund Site;

"(b) Investigation of key sediment management areas to update the
 extent of areas of higher contamination in the Portland Harbor
 Superfund Site;

"(c) Investigation of potential infrastructure needs related to con taminated sediments in the Portland Harbor Superfund Site;

"(d) Development and administration of a comprehensive data
 management system for the Portland Harbor Superfund Site;

"(e) Satisfaction of some or all of the department's obligations un der any administrative settlement or administrative order on consent
 in connection with the Portland Harbor Superfund Site; and

4 "(f) Work required by the United States Environmental Protection
5 Agency in connection with the Portland Harbor Superfund Site.

6 "(3) In executing contracts for the work described in subsection (2) 7 of this section, the Department of State Lands shall, when practicable, 8 contract with regional contractors employing individuals from com-9 munities disproportionately impacted by contamination in the 10 Portland Harbor.

11 "(4) The Legislative Assembly finds that the use of lottery bond 12 proceeds will create jobs, further economic development, finance pub-13 lic education or restore and protect parks, beaches, watersheds and 14 native fish and wildlife, and is authorized based on the following 15 findings:

"(a) Having healthy ecosystems supports Oregon's economic growth
 and restores watersheds and habitat for native fish.

"(b) The future cleanup of the Portland Harbor will enhance com munity efforts to facilitate and promote economic growth.

"SECTION 11. (1) The Portland Harbor Cleanup Fund is established 20in the State Treasury, separate and distinct from the General Fund. 21The Portland Harbor Cleanup Fund consists of moneys deposited in the 22fund under section 10 of this 2017 Act and may include moneys appro-23priated, allocated, deposited or transferred to the fund by the Legisla-24tive Assembly or otherwise and interest earned on moneys in the fund. 25"(2) Moneys in the fund are continuously appropriated to the De-26partment of State Lands for disbursement for the purposes set forth 27in section 10 of this 2017 Act. 28

"(3) Nothing in section 10 or 11 of this 2017 Act waives or limits the
 department's ability to recover, by way of insurance, cost recovery,

contribution, or claim or action relating to or arising out of the Portland Harbor Superfund Site, monies from other parties, including claims for costs incurred by the department. In no event shall anything in section 10 or 11 of this 2017 Act be construed as a waiver by the State of Oregon of any form of defense or immunity, whether sovereign immunity, governmental immunity, immunity based on the Eleventh Amendment to the United States Constitution or otherwise.

"SECTION 12. (1) For the biennium beginning July 1, 2017, at the 8 request of the Oregon Department of Administrative Services, after 9 the department consults with the Cascade AIDS Project, the State 10 Treasurer is authorized to issue lottery bonds pursuant to ORS 11 286A.560 to 286A.585 in an amount that produces \$1 million in net 12proceeds and interest earnings for the purposes described in subsection 13 (2) of this section, plus an additional amount estimated by the State 14 Treasurer to be necessary to pay bond-related costs. 15

"(2) Net proceeds of lottery bonds issued under this section in an 16 amount sufficient to provide \$1 million in net proceeds and interest 17 earnings must be transferred to the department for deposit in the 18 **ODAS** Economic Development Distributions Fund established under 19 ORS 461.553 for distribution to the Cascade AIDS Project for acquisi-20tion and renovation of a primary care and mental health center for 21the lesbian, gay, bisexual, transgender, queer, and other minority 22gender identities and sexual orientation community. 23

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

"(a) Individuals increase their potential for self-sufficiency and use
 fewer public resources when they have access to health care.

"(b) Individuals who have mental illnesses increase their potential
for self-sufficiency and use fewer public resources when they have access to mental health services.

"SECTION 13. (1) For the biennium beginning July 1, 2017, at the 4 request of the Oregon Department of Administrative Services, after 5 the department consults with the City of Spray, the State Treasurer 6 is authorized to issue lottery bonds pursuant to ORS 286A.560 to 7 286A.585 in an amount that produces \$725,000 in net proceeds and in-8 terest earnings for the purposes described in subsection (2) of this 9 section, plus an additional amount estimated by the State Treasurer 10 to be necessary to pay bond-related costs. 11

"(2) Net proceeds of lottery bonds issued under this section in an amount sufficient to provide \$725,000 in net proceeds and interest earnings must be transferred to the department for deposit in the ODAS Economic Development Distributions Fund established under ORS 461.553 for distribution to the City of Spray to construct a public safety and emergency services center, which includes fire protection and emergency medical services.

"(3) The Legislative Assembly finds that the use of lottery bond proceeds will create jobs, further economic development, finance public education or restore and protect parks, beaches, watersheds and native fish and wildlife, and is authorized based on the finding that public safety and emergency services are necessary components of a climate that facilitates and encourages economic development.

25 "SECTION 14. (1) For the biennium beginning July 1, 2017, at the 26 request of the Oregon Department of Administrative Services, after 27 the department consults with the Eugene Civic Alliance, the State 28 Treasurer is authorized to issue lottery bonds pursuant to ORS 29 286A.560 to 286A.585 in an amount that produces \$6 million in net 30 proceeds and interest earnings for the purposes described in subsection (2) of this section, plus an additional amount estimated by the State
 Treasurer to be necessary to pay bond-related costs.

"(2) Net proceeds of lottery bonds issued under this section in an amount sufficient to provide \$6 million in net proceeds and interest earnings must be transferred to the department for deposit in the ODAS Economic Development Distributions Fund established under ORS 461.553 for distribution to the Eugene Civic Alliance to redevelop the site of the former Civic Stadium into a community sports and recreation complex.

"(3) The Legislative Assembly finds that the use of lottery bond proceeds will create jobs, further economic development, finance public education or restore and protect parks, beaches, watersheds and native fish and wildlife, and is authorized based on the finding that improving access to sports and recreation services will enhance the economic viability of the region, create jobs and improve the quality of life for the community.

"SECTION 15. For the biennium beginning July 1, 2017, at the re-17 quest of the Oregon Department of Administrative Services, after the 18 department consults with the Family Nurturing Center Rogue Valley 19 Children's Relief Nursery, the State Treasurer is authorized to issue 20lottery bonds pursuant to ORS 286A.560 to 286A.585 in an amount that 21produces \$2 million in net proceeds and interest earnings for the pur-22poses described in subsection (2) of this section, plus an additional 23amount estimated by the State Treasurer to be necessary to pay 24bond-related costs. 25

"(2) Net proceeds of lottery bonds issued under this section in an amount sufficient to provide \$2 million in net proceeds and interest earnings must be transferred to the department for deposit in the ODAS Economic Development Distributions Fund established under ORS 461.553 for distribution to the Family Nurturing Center Rogue Valley Children's Relief Nursery to purchase and rehabilitate afforda ble housing adjacent to the Family Nurturing Center Campus.

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

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

"(b) A severe shortage of affordable housing exists in Oregon, and
 market indicators demonstrate a growing gap between the supply of
 and demand for affordable housing.

"SECTION 16. (1) For the biennium beginning July 1, 2017, at the 13 request of the Oregon Department of Administrative Services, after 14 the department consults with the Gresham Redevelopment Commis-15sion, the State Treasurer is authorized to issue lottery bonds pursuant 16 to ORS 286A.560 to 286A.585 in an amount that produces \$2 million in 17 net proceeds and interest earnings for the purposes described in sub-18 section (2) of this section, plus an additional amount estimated by the 19 State Treasurer to be necessary to pay bond-related costs. 20

"(2) Net proceeds of lottery bonds issued under this section in an amount sufficient to provide \$2 million in net proceeds and interest earnings must be transferred to the department for deposit in the ODAS Economic Development Distributions Fund established under ORS 461.553 for distribution to the Gresham Redevelopment Commission for the construction of an innovation and workforce training center to be located in the Rockwood neighborhood in Gresham.

"(3) The Legislative Assembly finds that the use of lottery bond
 proceeds will create jobs, further economic development, finance pub lic education or restore and protect parks, beaches, watersheds and

native fish and wildlife, and is authorized based on the finding that
training the state's workforce is essential to Oregon's healthy economic growth.

"SECTION 17. (1) For the biennium beginning July 1, 2017, at the 4 request of the Oregon Department of Administrative Services, after $\mathbf{5}$ the department consults with the City of Independence, the State 6 Treasurer is authorized to issue lottery bonds pursuant to ORS 7 286A.560 to 286A.585 in an amount that produces \$1 million in net 8 proceeds and interest earnings for the purposes described in subsection 9 (2) of this section, plus an additional amount estimated by the State 10 Treasurer to be necessary to pay bond-related costs. 11

"(2) Net proceeds of lottery bonds issued under this section in an amount sufficient to provide \$1 million in net proceeds and interest earnings must be transferred to the department for deposit in the ODAS Economic Development Distributions Fund established under ORS 461.553 for distribution to the City of Independence to continue development of the Independence Landing site in the City of Independence.

"(3) The Legislative Assembly finds that the use of lottery bond proceeds will create jobs, further economic development, finance public education or restore and protect parks, beaches, watersheds and native fish and wildlife, and is authorized based on the finding that developing the Independence Landing site will enhance the economic viability of the region, create jobs and improve the quality of life for the community.

26 "<u>SECTION 18.</u> (1) For the biennium beginning July 1, 2017, at the 27 request of the Oregon Department of Administrative Services, after 28 the department consults with Klamath County, the State Treasurer is 29 authorized to issue lottery bonds pursuant to ORS 286A.560 to 286A.585 30 in an amount that produces \$1 million in net proceeds and interest earnings for the purposes described in subsection (2) of this section,
plus an additional amount estimated by the State Treasurer to be
necessary to pay bond-related costs.

"(2) Net proceeds of lottery bonds issued under this section in an amount sufficient to provide \$1 million in net proceeds and interest earnings must be transferred to the department for deposit in the ODAS Economic Development Distributions Fund established under ORS 461.553 for distribution to Klamath County for construction of the Klamath Youth Inspiration Program residential treatment center in Klamath Falls.

"(3) The Legislative Assembly finds that the use of lottery bond proceeds will create jobs, further economic development, finance public education or restore and protect parks, beaches, watersheds and native fish and wildlife, and is authorized based on the finding that expanding programs and services for at-risk youth will facilitate and encourage economic development.

"SECTION 19. (1) For the biennium beginning July 1, 2017, at the 17 request of the Oregon Department of Administrative Services, after 18 the department consults with The Dalles Civic Auditorium Historic 19 Preservation Committee, the State Treasurer is authorized to issue 20lottery bonds pursuant to ORS 286A.560 to 286A.585 in an amount that 21produces \$745,000 in net proceeds and interest earnings for the pur-22poses described in subsection (2) of this section, plus an additional 23amount estimated by the State Treasurer to be necessary to pay 24bond-related costs. 25

"(2) Net proceeds of lottery bonds issued under this section in an amount sufficient to provide \$745,000 in net proceeds and interest earnings must be transferred to the department for deposit in the ODAS Economic Development Distributions Fund established under ORS 461.553 for distribution to The Dalles Civic Auditorium Historic Preservation Committee to continue reconstruction of The Dalles Civic
 Auditorium theatre.

"(3) The Legislative Assembly finds that the use of lottery bond proceeds will create jobs, further economic development, finance public education or restore and protect parks, beaches, watersheds and native fish and wildlife, and is authorized based on the finding that improving access to performing arts and cultural activities will enhance the economic viability of the region, create jobs and improve the quality of life for the community.

"SECTION 20. (1) For the biennium beginning July 1, 2017, at the 10 request of the Oregon Department of Administrative Services, after 11 the department consults with the City of Woodburn, the State Treas-12urer is authorized to issue lottery bonds pursuant to ORS 286A.560 to 13 286A.585 in an amount that produces \$1 million in net proceeds and 14 interest earnings for the purposes described in subsection (2) of this 15section, plus an additional amount estimated by the State Treasurer 16 to be necessary to pay bond-related costs. 17

18 "(2) Net proceeds of lottery bonds issued under this section in an 19 amount sufficient to provide \$1 million in net proceeds and interest 20 earnings must be transferred to the department for deposit in the 21 ODAS Economic Development Distributions Fund established under 22 ORS 461.553 for distribution to the City of Woodburn to develop a 23 community center in Woodburn.

"(3) The Legislative Assembly finds that the use of lottery bond proceeds will create jobs, further economic development, finance public education or restore and protect parks, beaches, watersheds and native fish and wildlife, and is authorized based on the finding that improving access to community services will enhance the economic viability of the region, create jobs and improve the quality of life for the community.

"SECTION 21. (1) For the biennium beginning July 1, 2017, at the 1 request of the Oregon Department of Administrative Services, after $\mathbf{2}$ the department consults with the YMCA of Marion and Polk Counties, 3 the State Treasurer is authorized to issue lottery bonds pursuant to 4 ORS 286A.560 to 286A.585 in an amount that produces \$12 million in $\mathbf{5}$ net proceeds and interest earnings for the purposes described in sub-6 section (2) of this section, plus an additional amount estimated by the 7 State Treasurer to be necessary to pay bond-related costs. 8

9 "(2) Net proceeds of lottery bonds issued under this section in an amount sufficient to provide \$12 million in net proceeds and interest earnings must be transferred to the department for deposit in the ODAS Economic Development Distributions Fund established under ORS 461.553 for distribution to the YMCA of Marion and Polk Counties to construct a new YMCA facility in Salem.

15 "(3) The Legislative Assembly finds that the use of lottery bond 16 proceeds will create jobs, further economic development, finance pub-17 lic education or restore and protect parks, beaches, watersheds and 18 native fish and wildlife, and is authorized based on the finding that 19 improving access to sports, recreation and community services will 20 enhance the economic viability of the region, create jobs and improve 21 the quality of life for the community.

"SECTION 22. (1) For the biennium beginning July 1, 2017, at the 22request of the Oregon Department of Administrative Services, after 23the department consults with the Oregon Business Development De-24partment, the State Treasurer is authorized to issue lottery bonds 25pursuant to ORS 286A.560 to 286A.585 in an amount that produces 26\$2,450,000 in net proceeds and interest earnings for transfer to the 27**Oregon Business Development Department for deposit in the Cultural** 28**Resources Economic Fund established in section 6, chapter 786, Oregon** 29 Laws 2013, to provide grants described in subsection (2) of this section, 30

plus an additional amount estimated by the State Treasurer to be
necessary to pay bond-related costs.

"(2) The Oregon Business Development Department shall grant:
"(a) \$1 million to the Portland Art Museum to finance the Connections Campaign that will connect the Museum's Main Building to
the Mark Building through the construction of a glass pavilion.

"(b) \$750,000 to the Friends of the Oregon Caves and Chateau to finance the Balcony Restoration Project that will rebuild the Chateau's
balconies.

"(c) \$700,000 to the Eugene Ballet Company to finance the Midtown
 Arts Center capital construction project.

12 "(3) The Legislative Assembly finds that the use of lottery bond 13 proceeds will create jobs, further economic development, finance pub-14 lic education or restore and protect parks, beaches, watersheds and 15 native fish and wildlife, and is authorized based on the following 16 findings:

"(a) The grants described in this section will leverage art and cultural resources to create vibrant public spaces that integrate art and cultural and natural amenities, sustain Oregon's rich arts and cultural experiences and enhance a strong sense of place and community identity.

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

²⁵ "<u>SECTION 23.</u> Section 6, chapter 786, Oregon Laws 2013, as amended by ²⁶ section 27, chapter 812, Oregon Laws 2015, is amended to read:

"Sec. 6. (1) The Cultural Resources Economic Fund is established in the State Treasury, separate and distinct from the General Fund. Interest earned on the moneys in the Cultural Resources Economic Fund shall be credited to the fund. The Cultural Resources Economic Fund consists of moneys deposited in the fund under section 5, chapter 786, Oregon Laws 2013, and
section 26, chapter 812, Oregon Laws 2015, and section 22 of this 2017
Act [of this 2015 Act] and may include fees, revenues or other income deposited in the fund by the Legislative Assembly.

"(2) Moneys in the fund are continuously appropriated to the Oregon
Business Development for disbursement for the purposes set forth in section
5, chapter 786, Oregon Laws 2013, and section 26, chapter 812, Oregon
Laws 2015, and section 22 of this 2017 Act [of this 2015 Act].

"SECTION 24. (1) For the biennium beginning July 1, 2017, at the 9 request of the Oregon Department of Administrative Services, after 10 the department consults with the Oregon Business Development De-11 partment, the State Treasurer is authorized to issue lottery bonds 12pursuant to ORS 286A.560 to 286A.585 in an amount that produces 13 \$600,000 in net proceeds and interest earnings for the purpose described 14 in subsection (2) of this section, plus an additional amount estimated 15by the State Treasurer to be necessary to pay bond-related costs. 16

"(2) Net proceeds of lottery bonds issued under this section in an amount sufficient to provide \$600,000 in net proceeds and interest earnings must be transferred to the Oregon Business Development Department for deposit in the Brookings Harbor Dock Fund established under section 28a, chapter 812, Oregon Laws 2015, for distribution to the Port of Brookings Harbor for the purpose of repairing and improving docks owned by the port.

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

"(a) Docks are an integral part of the commercial and industrial
 infrastructure of this state.

1 "(b) Repair and improvement of docks will promote economic de-2 velopment within this state.

"SECTION 25. Section 28a, chapter 812, Oregon Laws 2015, is amended
to read:

⁵ "Sec. 28a. (1) The Brookings Harbor Dock Fund is established in the ⁶ State Treasury, separate and distinct from the General Fund. Interest earned ⁷ on the moneys in the Brookings Harbor Dock Fund shall be credited to the ⁸ fund. The Brookings Harbor Dock Fund consists of moneys deposited in the ⁹ fund under section 28, chapter 812, Oregon Laws 2015, and section 24 of ¹⁰ this 2017 Act [of this 2015 Act] and may include fees, revenues or other in-¹¹ come deposited in the fund by the Legislative Assembly.

"(2) Moneys in the fund are continuously appropriated to the Oregon
Business Development for disbursement for the purposes set forth in section
28, chapter 812, Oregon Laws 2015, and section 24 of this 2017 Act [of
this 2015 Act].

"SECTION 26. (1) For the biennium beginning July 1, 2017, at the 16 request of the Oregon Department of Administrative Services, after 17 the department consults with the Oregon Business Development De-18 partment, the State Treasurer is authorized to issue lottery bonds 19 pursuant to ORS 286A.560 to 286A.585 in an amount that produces \$2 20million in net proceeds and interest earnings for the purposes de-21scribed in subsection (2) of this section, plus an additional amount 22estimated by the State Treasurer to be necessary to pay bond-related 23costs. 24

"(2) Net proceeds of lottery bonds issued under this section in an amount sufficient to provide \$2 million in net proceeds and interest earnings must be transferred to the Oregon Business Development Department for deposit in the OBDD Economic Development Distributions Fund established under section 28 of this 2017 Act for distribution to the City of Sweet Home to upgrade the Sweet Home

SB 5530-4 6/30/17 Proposed Amendments to SB 5530 1 Wastewater Treatment Plant.

2 "(3) The Legislative Assembly finds that the use of lottery bond 3 proceeds will create jobs, further economic development, finance pub-4 lic education or restore and protect parks, beaches, watersheds and 5 native fish and wildlife, and is authorized based on the following 6 findings:

7 "(a) Wastewater treatment systems are an integral part of the
8 commercial and industrial infrastructure of this state.

9 "(b) Improvement of a wastewater treatment plant will promote
 10 economic development within this state.

"SECTION 27. (1) For the biennium beginning July 1, 2017, at the 11 request of the Oregon Department of Administrative Services, after 12the department consults with the Oregon Business Development De-13 partment, the State Treasurer is authorized to issue lottery bonds 14 pursuant to ORS 286A.560 to 286A.585 in an amount that produces \$3 15million in net proceeds and interest earnings for the purposes de-16 scribed in subsection (2) of this section, plus an additional amount 17 estimated by the State Treasurer to be necessary to pay bond-related 18 19 costs.

"(2) Net proceeds of lottery bonds issued under this section in an amount sufficient to provide \$3 million in net proceeds and interest earnings must be transferred to the Oregon Business Development Department for deposit in the OBDD Economic Development Distributions Fund established under section 28 of this 2017 Act for distribtution to the Crescent Sanitary District to build a wastewater treatment facility.

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

"(a) Wastewater treatment systems are an integral part of the
 commercial and industrial infrastructure of this state.

4 "(b) Addition of a wastewater treatment facility will promote eco5 nomic development within this state.

6 "SECTION 28. (1) The OBDD Economic Development Distributions 7 Fund is established in the State Treasury, separate and distinct from 8 the General Fund. Interest earned on the moneys in the OBDD Eco-9 nomic Development Distributions Fund consists of moneys deposited 10 in the fund under sections 26 and 27 of this 2017 Act and may include 11 fees, revenues or other income deposited into the fund by the Legis-12 lative Assembly.

"(2) Moneys in the fund are continuously appropriated to the
 Oregon Business Development Department for purposes described in
 sections 26 and 27 of this 2017 Act.

"SECTION 29. (1) For the biennium beginning July 1, 2017, at the 16 request of the Oregon Department of Administrative Services, after 17 the department consults with the Oregon Business Development De-18 partment, the State Treasurer is authorized to issue lottery bonds 19 pursuant to ORS 286A.560 to 286A.585 in an amount that produces 20\$3,390,000 in net proceeds and interest earnings for the purposes de-21scribed in subsection (2) of this section, plus an additional amount 22estimated by the State Treasurer to be necessary to pay bond-related 23costs. 24

"(2) Net proceeds of lottery bonds issued under this section in an amount sufficient to provide \$3,390,000 in net proceeds and interest earnings must be transferred to the Oregon Business Development Department for deposit in the American Manufacturing Innovation District Fund established in section 7a, chapter 66, Oregon Laws 2016, for construction of access roads to the Oregon Manufacturing Innovation Center Research and Development Facility and Training Center.
"(3) The Legislative Assembly finds that the use of lottery bonds
proceeds with create jobs and further economic development, and is
authorized based on the finding that the Oregon Manufacturing Innovation Center will enable and encourage the development of a robust
manufacturing sector in the Oregon economy.

"SECTION 30. (1) For the biennium beginning July 1, 2017, at the 7 request of the Oregon Department of Administrative Services, after 8 the department consults with the Department of Transportation, the 9 State Treasurer is authorized to issue lottery bonds pursuant to ORS 10 286A.560 to 286A.585 in an amount that produces \$2 million in net 11 proceeds and interest earnings for the purposes described in subsection 12 (2) of this section, plus an additional amount estimated by the State 13 Treasurer to be necessary to pay bond-related costs. 14

15 "(2) Net proceeds of lottery bonds issued under this section in an 16 amount sufficient to provide \$2 million in net proceeds and interest 17 earnings must be transferred to the Department of Transportation for 18 deposit in the DOT Economic Development Distributions Fund estab-19 lished in ORS 461.557 for distribution to the City of Portland for 20 infrastructure improvements on SW Capitol Highway.

"(3) The Legislative Assembly finds that the use of lottery bond proceeds will create jobs, further economic development, finance public education or restore and protect parks, beaches, watersheds and native fish and wildlife, and is authorized based on the finding that roads are an integral part of the commercial and industrial infrastructure of this state and improvement to roads will promote economic development in this state.

"<u>SECTION 31.</u> (1) For the biennium beginning July 1, 2017, at the
 request of the Oregon Department of Administrative Services, after
 the department consults with the Department of Transportation, the

1 State Treasurer is authorized to issue lottery bonds pursuant to ORS 2 286A.560 to 286A.585 in an amount that produces \$5 million in net 3 proceeds and interest earnings for the purposes described in subsection 4 (2) of this section, plus an additional amount estimated by the State 5 Treasurer to be necessary to pay bond-related costs.

6 "(2) Net proceeds of lottery bonds issued under this section in an 7 amount sufficient to provide \$5 million in net proceeds and interest 8 earnings must be transferred to the Department of Transportation for 9 deposit in the DOT Economic Development Distributions Fund estab-10 lished in ORS 461.557 for distribution to Lane Transit District for up-11 grades and improvements to existing transit infrastructure.

"(3) The Legislative Assembly finds that the use of lottery bond proceeds will create jobs, further economic development, finance public education or restore and protect parks, beaches, watersheds and native fish and wildlife, and is authorized based on the finding that increasing capacity of mass transit systems promotes employment and economic development by enabling a larger pool of workers to travel to available jobs.

"SECTION 32. (1) For the biennium beginning July 1, 2017, at the request of the State Parks and Recreation Department, the State Treasurer may issue lottery bonds pursuant to ORS 286A.560 to 286A.585 in an amount that does not exceed \$5 million in net proceeds for the purposes described in subsection (2) of this section, plus an additional amount estimated by the State Treasurer to be necessary to pay bond-related costs.

"(2) Net proceeds of lottery bonds issued under this section in an amount sufficient to provide \$5 million in net proceeds and interest earnings must be transferred to the State Parks and Recreation Department for deposit into the Oregon Main Street Revitalization Grant Program Fund established in ORS 390.264 to provide grants pursuant 1 to ORS 390.262.

2 "(3) The Legislative Assembly finds that the use of proceeds of lot-3 tery bonds issued pursuant to this section will create jobs, further 4 economic development and enhance the economic vitality of Oregon 5 downtowns and local communities by supporting projects that revital-6 ize historic downtown commercial districts, redevelop and reuse ex-7 isting buildings, facilitate small business relocation and expansion 8 initiatives and provide assistance, training and technical services.

9 "SECTION 33. Section 18, chapter 786, Oregon Laws 2013, is amended to
10 read:

"Sec. 18. (1) For the biennium beginning July 1, 2013, at the request of 11 the Oregon Department of Administrative Services, after the department 12 consults with the Port of Umatilla and the Confederated Tribes of the 13 Umatilla Indian Reservation, the State Treasurer is authorized to issue lot-14 tery bonds pursuant to ORS 286A.560 to 286A.585 in an amount that produces 15\$3.5 million in net proceeds and interest earnings for the purpose described 16 in subsection (2) of this section, plus an additional amount estimated by the 17 State Treasurer to be necessary to pay bond-related costs. 18

"(2) Net proceeds of lottery bonds issued under this section in an amount 19 sufficient to provide \$3.5 million in net proceeds and interest earnings must 20be transferred to the department for deposit in the ODAS Economic Devel-21opment Distributions Fund established by section 23 of this 2013 Act for 22distribution to the Confederated Tribes of the Umatilla Indian Reservation 23for the purpose of acquiring, developing and constructing a [1.5-mile] 1-mile 24road extension connecting the Port of Umatilla to certain industrial lands 25of the Confederated Tribes of the Umatilla Indian Reservation. 26

"(3) The Legislative Assembly finds that the use of lottery bond proceeds will create jobs, further economic development, finance public education or restore and protect parks, beaches, watersheds and native fish and wildlife, and is authorized based on the finding that extension of the road will create 1 jobs and facilitate access and development of industrial lands.

"SECTION 34. Section 23, chapter 812, Oregon Laws 2015, is amended to
 read:

"Sec. 23. (1) For the biennium beginning July 1, 2015, at the request of the Oregon Department of Administrative Services, after the department consults with Wheeler County, the State Treasurer is authorized to issue lottery bonds pursuant to ORS 286A.560 to 286A.585 in an amount that produces \$2 million in net proceeds and interest earnings for the purpose described in subsection (2) of this section, plus an additional amount estimated by the State Treasurer to be necessary to pay bond-related costs.

"(2) Net proceeds of lottery bonds issued under this section in an amount sufficient to provide \$2 million in net proceeds and interest earnings must be transferred to the department for deposit in the ODAS Economic Development Distributions Fund established under ORS 461.553 for distribution to Wheeler County for the purpose of funding the construction of [an underground fiber optic telecommunication line] **a telecommunication system**.

"(3) The Legislative Assembly finds that the use of lottery bond proceeds will create jobs, further economic development, finance public education or restore and protect parks, beaches, watersheds and native fish and wildlife, and is authorized based on the finding that construction of a [*fiber optic telecommunication line*] **telecommunication system** in Wheeler County will bring telecommuting jobs into the county and will expand future opportunities for economic development in the John Day river basin.

"<u>SECTION 35.</u> This 2017 Act being necessary for the immediate
 preservation of the public peace, health and safety, an emergency is
 declared to exist, and this 2017 Act takes effect July 1, 2017.".

 $\mathbf{27}$