

**SB 695 A STAFF MEASURE SUMMARY**

**Senate Committee On Finance and Revenue**

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**Prepared By:** Mazen Malik, Senior Economist

**Meeting Dates:** 4/2, 5/9

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**WHAT THE MEASURE DOES:**

Eliminates the cap on the amount of debt that a port may incur by promissory note and the five-year term limit on such notes. Removes the five-year term limit on promissory notes issued by a port.

**ISSUES DISCUSSED:**

Examples of how it should work.

The financial limitation of the low cap.

what secures the payments.

**EFFECT OF AMENDMENT:**

No amendment.

**BACKGROUND:**

There are 23 ports in Oregon. They provide different services to residents and businesses in Oregon. A "promissory note" is "an instrument that evidences a promise to pay a monetary obligation, does not evidence an order to pay, and does not contain an acknowledgment by a bank that the bank has received for deposit a sum of money or funds." (Oregon Uniform Commercial Code, ORS 79.0102 UCC 9-102)

This measure would eliminate the cap on the amount of debt that a port may incur by promissory note, as well as the five-year term limit.