

A-Engrossed
House Bill 5030

Ordered by the House June 26
Including House Amendments dated June 26

Introduced and printed pursuant to House Rule 12.00. Pre-session filed (at the request of Oregon Department of Administrative Services)

SUMMARY

The following summary is not prepared by the sponsors of the measure and is not a part of the body thereof subject to consideration by the Legislative Assembly. It is an editor's brief statement of the essential features of the measure.

[Appropriates moneys from General Fund to _____ for biennial expenses.]
[Limits biennial expenditures from fees, moneys or other revenues, including Miscellaneous Receipts, but excluding lottery funds and federal funds, collected or received by _____.]

[Limits biennial expenditures of _____ from federal funds.]

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

Authorizes issuance of various other lottery bonds.

Establishes funds, or provides for deposit of moneys into existing funds, and appropriates moneys for projects financed.

Modifies laws relating to issuance of lottery bonds for Coos Bay Channel Project.

Declares emergency, effective July 1, 2019.

A BILL FOR AN ACT

1
2 Relating to lottery bonds; creating new provisions; amending ORS 285B.551 and sections 13 and 14,
3 chapter 746, Oregon Laws 2007, sections 4 and 10, chapter 906, Oregon Laws 2009, section 6,
4 chapter 786, Oregon Laws 2013, and section 28, chapter 748, Oregon Laws 2017; and declaring
5 an emergency.

6 **Be It Enacted by the People of the State of Oregon:**

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

8 285B.551. (1) Pursuant to ORS 286A.560 to 286A.585, at the request of the Oregon Department
9 of Administrative Services, after the department consults with the Oregon Business Development
10 Department, the State Treasurer is authorized to issue lottery bonds:

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

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

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

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

Note: For budget, see 2019-2021 Biennial Budget

NOTE: Matter in **boldfaced** type in an amended section is new; matter *[italic and bracketed]* is existing law to be omitted. New sections are in **boldfaced** type.

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

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

11 (c) Such financial and other assistance to municipalities, ports and other persons and entities
12 and the deepening of the Columbia River channel will therefore promote economic development
13 within this state, and thus the use of net proceeds derived from the operation of the Oregon State
14 Lottery to pay debt service on lottery bonds issued under this section to provide such financial and
15 other assistance to municipalities, ports and other persons and entities and to pay a portion of the
16 costs of deepening the Columbia River channel is an authorized use of state lottery funds under
17 section 4, Article XV of the Oregon Constitution, and ORS 461.510.

18 (d) The current lower Columbia River estuary habitat for listed endangered or threatened spe-
19 cies of Columbia River anadromous salmonids could be improved through ecosystem restoration
20 projects. The use of the Oregon State Lottery to pay debt service on lottery bonds issued under this
21 section to pay for studying how the estuary could be improved and to pay for ecosystem restoration
22 projects are authorized uses of state lottery funds.

23 (3)(a) The aggregate principal amount of lottery bonds issued pursuant to subsection (1)(a) of
24 this section for financial and other assistance to municipalities, ports and other persons and entities
25 may not exceed the sum of [~~\$336,226,252~~] **\$366,226,252** and an additional amount estimated by the
26 State Treasurer to be necessary to pay bond-related costs. The aggregate principal amount of lottery
27 bonds issued pursuant to subsection (1)(b) of this section for the Columbia River channel deepening
28 project may not exceed the sum of \$17.7 million and an additional amount estimated by the State
29 Treasurer to be necessary to pay bond-related costs.

30 (b) The Oregon Department of Administrative Services may not request the issuance of lottery
31 bonds under subsection (1)(b) of this section until the Director of the Oregon Business Development
32 Department determines that a final environmental impact statement has been issued and a record
33 of decisions has been submitted to Congress by the United States Army Corps of Engineers, Con-
34 gress has authorized the Columbia River channel deepening project, and the Washington sponsors'
35 shares of the costs of the Columbia River channel deepening project have been committed.

36 (4) The net proceeds of lottery bonds issued pursuant to subsection (1)(a) and (b) of this section
37 shall be deposited in the Economic Infrastructure Project Fund, which is hereby established in the
38 State Treasury separate and distinct from the General Fund. Interest earned by the Economic
39 Infrastructure Project Fund shall be credited to the fund. All moneys in the Economic Infrastructure
40 Project Fund are continuously appropriated to the Oregon Business Development Department for
41 any purpose for which moneys in the Special Public Works Fund created by ORS 285B.455 may be
42 used, any purpose for which moneys in the Water Fund created by ORS 285B.563 may be used, any
43 purpose for which moneys in the Safe Drinking Water Revolving Loan Fund created by ORS
44 285A.213 may be used, any purpose for which moneys in the Oregon Port Revolving Fund created
45 by ORS 285A.708 may be used, any purpose for which moneys in the Brownfields Redevelopment

1 Fund created by ORS 285A.188 may be used, any purpose for which moneys in the Oregon Business
 2 Development Fund created by ORS 285B.092 may be used and any purpose for which moneys in the
 3 Marine Navigation Improvement Fund created by ORS 777.267 may be used. The Director of the
 4 Oregon Business Development Department shall allocate the moneys deposited in the Economic
 5 Infrastructure Project Fund for the purposes described in this subsection in accordance with the
 6 priorities developed by the Oregon Business Development Commission in accordance with ORS
 7 285A.020. However, the director shall transfer from the Economic Infrastructure Project Fund and
 8 deposit into the Channel Deepening Account of the Marine Navigation Improvement Fund the pro-
 9 ceeds of any lottery bonds sold to finance a portion of the costs of the Columbia River channel
 10 deepening project. Upon determining the relative allocation of moneys deposited in the Economic
 11 Infrastructure Project Fund among the purposes described in this subsection, the director shall
 12 transfer from the Economic Infrastructure Project Fund, and deposit into each of the other funds
 13 described in this subsection, the amounts so allocated. Notwithstanding any other provision of law
 14 governing the funds described in this subsection, the funds described in this subsection may be
 15 credited with moneys transferred from the Economic Infrastructure Project Fund by the director in
 16 accordance with this subsection.

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

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

29 **SECTION 2. (1) For the biennium beginning July 1, 2019, at the request of the Oregon**
 30 **Department of Administrative Services, after the department consults with the Oregon**
 31 **Business Development Department, the State Treasurer is authorized to issue lottery bonds**
 32 **pursuant to ORS 286A.560 to 286A.585 in an amount that produces \$5 million in net proceeds**
 33 **for the purposes described in subsection (2) of this section, plus an additional amount esti-**
 34 **imated by the State Treasurer to be necessary to pay bond-related costs.**

35 **(2) Net proceeds of lottery bonds issued under this section must be transferred to the**
 36 **Oregon Business Development Department for deposit in the Brownfields Redevelopment**
 37 **Fund established in ORS 285A.188 for the purposes described in ORS 285A.185 and 285A.188.**

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

42 **(a) Redevelopment of industrial-zoned brownfields improves the economy by returning**
 43 **the assessed value of the properties to the real market value for property taxation purposes;**
 44 **and**

45 **(b) The projects made possible through increased funding to evaluate, clean up and re-**

1 develop brownfields properties create jobs and further economic development.

2 **SECTION 3.** (1) For the biennium beginning July 1, 2019, at the request of the Oregon
3 Department of Administrative Services, after the department consults with the Water Re-
4 sources Department, the State Treasurer is authorized to issue lottery bonds pursuant to
5 ORS 286A.560 to 286A.585 in an amount that produces \$25 million in net proceeds for the
6 purposes described in subsection (2) of this section, plus an additional amount estimated by
7 the State Treasurer to be necessary to pay bond-related costs.

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

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

13 (b) \$10 million in net proceeds to the Deschutes Basin Board of Control to modernize ir-
14 rigation delivery systems infrastructure in the Deschutes Basin by piping open canals.

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

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

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

24 **SECTION 4.** (1) For the biennium beginning July 1, 2019, at the request of the Oregon
25 Department of Administrative Services, after the department consults with the Water Re-
26 sources Department, the State Treasurer is authorized to issue lottery bonds pursuant to
27 ORS 286A.560 to 286A.585 in an amount that produces \$4 million in net proceeds for the
28 purposes described in subsection (2) of this section, plus an additional amount estimated by
29 the State Treasurer to be necessary to pay bond-related costs.

30 (2) Net proceeds of lottery bonds issued under this section must be transferred to the
31 Water Resources Department for deposit in the Water Resources Department Water Supply
32 Fund, established in section 10, chapter 906, Oregon Laws 2009, for distribution to the City
33 of Newport for environmental permitting, planning and design costs for replacement of the
34 Big Creek Dams.

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

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

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

44 **SECTION 5.** (1) For the biennium beginning July 1, 2019, at the request of the Oregon
45 Department of Administrative Services, after the department consults with the Water Re-

1 sources Department, the State Treasurer is authorized to issue lottery bonds pursuant to
2 ORS 286A.560 to 286A.585 in an amount that produces \$14 million in net proceeds for the
3 purposes described in subsection (2) of this section, plus an additional amount estimated by
4 the State Treasurer to be necessary to pay bond-related costs.

5 (2) Net proceeds of lottery bonds issued under this section must be transferred to the
6 Water Resources Department for deposit in the Water Resources Department Water Supply
7 Fund, established in section 10, chapter 906, Oregon Laws 2009, for distribution to the
8 Wallowa Lake Irrigation District for rehabilitation of the Wallowa Lake Dam.

9 (3) Lottery bonds authorized under this section may not be issued unless:

10 (a) The Wallowa Lake Irrigation District, State Department of Fish and Wildlife, Confed-
11 erated Tribes of the Umatilla Indian Reservation and Nez Perce Tribe enter into an agree-
12 ment regarding the protection and release of instream water from the Wallowa Lake Dam;
13 and

14 (b) The Wallowa Lake Irrigation District submits a copy of the executed agreement to
15 the Water Resources Department.

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

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

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

25 **SECTION 6.** Section 10, chapter 906, Oregon Laws 2009, as amended by section 5, chapter 624,
26 Oregon Laws 2011, and section 14, chapter 812, Oregon Laws 2015, is amended to read:

27 **Sec. 10.** (1) The Water Resources Department Water Supply Fund is established separate and
28 distinct from the General Fund. Interest earned on moneys deposited in the Water Resources De-
29 partment Water Supply Fund shall be credited to the fund. Moneys in the fund are continuously
30 appropriated to the Water Resources Department.

31 (2) The Water Resources Department Water Supply Fund consists of:

32 (a) Net proceeds of lottery bonds issued pursuant to sections 8 and 9, chapter 906, Oregon Laws
33 2009, deposited into the Water Resources Department Water Supply Fund for the following purposes:

34 (A) \$2,500,000 for the purposes of issuing grants to develop Umatilla Basin critical ground water
35 storage projects described in section 17, chapter 907, Oregon Laws 2009, and to provide or pay for
36 services in connection with those projects.

37 (B) \$217,000 to pay for the operation of loan and grant programs under sections 18 to 27, chapter
38 907, Oregon Laws 2009.

39 (C) \$283,000 for the purpose of developing an integrated state water resources strategy to im-
40 plement the state water resources policy pursuant to ORS 536.220 and section 45, chapter 907,
41 Oregon Laws 2009.

42 (D) \$500,000 for purposes of the grant program established by section 1, chapter 13, Oregon
43 Laws 2008.

44 (b) Net proceeds of lottery bonds issued pursuant to section 4, chapter 624, Oregon Laws 2011,
45 in an amount sufficient to provide \$1,229,052 in net proceeds and interest earnings for the depart-

1 ment to finance grants for feasibility studies for water conservation, reuse and storage projects.

2 (c) \$11 million in net proceeds and interest earnings pursuant to section 13 [*of this 2015 Act*],
3 **chapter 812, Oregon Laws 2015**, to develop and implement water storage systems and delivery
4 infrastructure, implement conservation and reuse projects or provide access to new water supplies.

5 (d) \$750,000 in net proceeds and interest earnings pursuant to section 13 [*of this 2015 Act*],
6 **chapter 812, Oregon Laws 2015**, to provide grants for place-based planning.

7 (e) \$1 million in net proceeds and interest earnings pursuant to section 13 [*of this 2015 Act*],
8 **chapter 812, Oregon Laws 2015**, to repair, replace or remediate water wells in the Mosier Creek
9 area.

10 (f) **\$4 million in net proceeds pursuant to section 4 of this 2019 Act for environmental**
11 **permitting, planning and design costs for replacement of the Big Creek Dams.**

12 (g) **\$14 million in net proceeds pursuant to section 5 of this 2019 Act for rehabilitation**
13 **of the Wallowa Lake Dam.**

14 [*f*] (h) Any other fees, revenues or income deposited in the fund by the Legislative Assembly.

15 **SECTION 7.** Section 4, chapter 906, Oregon Laws 2009, as amended by section 3, chapter 624,
16 Oregon Laws 2011, section 19, chapter 786, Oregon Laws 2013, section 15, chapter 121, Oregon Laws
17 2014, section 37, chapter 812, Oregon Laws 2015, section 4, chapter 66, Oregon Laws 2016, and sec-
18 tion 7, chapter 748, Oregon Laws 2017, is amended to read:

19 **Sec. 4.** (1) Pursuant to ORS 286A.560 to 286A.585, at the request of the Oregon Department of
20 Administrative Services, after the department consults with the Housing and Community Services
21 Department, the State Treasurer is authorized to issue lottery bonds for the Housing and Community
22 Services Department to provide financial assistance to aid in the acquisition, renovation or mainte-
23 nance of [*section 8 housing or other housing with federal rent subsidies*] **properties with project-**
24 **based federal rental assistance contracts, public housing undergoing significant**
25 **recapitalization or publicly supported housing as defined in ORS 456.250, or to preserve the**
26 **affordability of manufactured dwelling parks.**

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

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

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

32 (3) The aggregate principal amount of lottery bonds issued pursuant to subsection (1) of this
33 section may not exceed the amount of [*\$58,801,718*] **\$83,801,718** plus an additional amount estimated
34 by the State Treasurer to be necessary to pay bond-related costs as defined in ORS 286A.560.

35 **SECTION 8.** (1) **For the biennium beginning July 1, 2019, at the request of the Oregon**
36 **Department of Administrative Services, after the department consults with the Housing and**
37 **Community Services Department, the State Treasurer is authorized to issue lottery bonds**
38 **pursuant to ORS 286A.560 to 286A.585 in an amount that produces \$15 million in net proceeds**
39 **for the purposes described in subsection (2) of this section, plus an additional amount esti-**
40 **imated by the State Treasurer to be necessary to pay bond-related costs.**

41 (2) **Net proceeds of lottery bonds issued under this section must be transferred to the**
42 **Housing and Community Services Department for deposit in the Housing Acquisition Fund,**
43 **established in section 9 of this 2019 Act, to provide funding for loans to purchasers of na-**
44 **turally occurring affordable housing.**

45 (3) **The Legislative Assembly finds that the use of lottery bond proceeds will create jobs,**

1 further economic development, finance public education or restore and protect parks,
2 beaches, watersheds and native fish and wildlife, and is authorized based on the following
3 findings:

4 (a) Providing financing to purchasers of naturally occurring affordable housing aids in
5 prevention of displacement of existing low and moderate income residents, providing stable
6 housing to promote self-sufficiency; and

7 (b) Preserving quality housing to aid in preventing homelessness is essential to Oregon's
8 healthy economic growth.

9 **SECTION 9.** (1) The Housing Acquisition Fund is established in the State Treasury, sep-
10 arate and distinct from the General Fund. Interest earned by the Housing Acquisition Fund
11 must be credited to the fund. The Housing Acquisition Fund consists of moneys deposited in
12 the fund under section 8 of this 2019 Act and may include moneys appropriated, allocated,
13 deposited or transferred to the fund by the Legislative Assembly or otherwise and interest
14 earned on moneys in the fund.

15 (2) Moneys in the fund are continuously appropriated to the Housing and Community
16 Services Department for disbursement for the purposes set forth in section 8 of this 2019
17 Act.

18 **SECTION 10.** (1) For the biennium beginning July 1, 2019, at the request of the Oregon
19 Department of Administrative Services, after the department consults with the Oregon Coast
20 Aquarium, the State Treasurer is authorized to issue lottery bonds pursuant to ORS 286A.560
21 to 286A.585 in an amount that produces \$5 million in net proceeds for the purposes described
22 in subsection (2) of this section, plus an additional amount estimated by the State Treasurer
23 to be necessary to pay bond-related costs.

24 (2) Net proceeds of lottery bonds issued under this section must be transferred to the
25 department for deposit in the ODAS Economic Development Distributions Fund established
26 under ORS 461.553 for distribution to the Oregon Coast Aquarium for capital improvements
27 to the Oregon Coast Aquarium in Newport, including construction of a marine wildlife re-
28 habilitation and education center.

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

33 (a) Providing financing to enhance the educational resources of the Oregon Coast
34 Aquarium promotes learning about the coastal environment, sustainable practices and ma-
35 rine science careers; and

36 (b) Providing facilities to treat and rehabilitate stranded and endangered marine wildlife
37 animals will help to protect aquatic life important to the Oregon coast.

38 **SECTION 11.** (1) For the biennium beginning July 1, 2019, at the request of the Oregon
39 Department of Administrative Services, after the department consults with the Center for
40 Hope and Safety, the State Treasurer is authorized to issue lottery bonds pursuant to ORS
41 286A.560 to 286A.585 in an amount that produces \$2.5 million in net proceeds for the purposes
42 described in subsection (2) of this section, plus an additional amount estimated by the State
43 Treasurer to be necessary to pay bond-related costs.

44 (2) Net proceeds of lottery bonds issued under this section must be transferred to the
45 department for deposit in the ODAS Economic Development Distributions Fund established

1 under ORS 461.553 for distribution to the Center for Hope and Safety for construction of
2 HOPE Plaza at the site of the former Greyhound Bus Terminal in Salem, which will include
3 space for businesses that provide job training and services to survivors of domestic violence,
4 sexual assault, stalking and human trafficking, as well as transitional and permanent hous-
5 ing for survivors.

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

10 (a) Programs that support survivors reduce the financial and economic burden domestic
11 violence imposes on individuals and the community;

12 (b) Providing services and job training to survivors increases their workforce partic-
13 ipation and productivity; and

14 (c) Having housing for at-risk populations is essential to Oregon's healthy economic
15 growth.

16 SECTION 12. (1) For the biennium beginning July 1, 2019, at the request of the Oregon
17 Department of Administrative Services, after the department consults with the City of
18 Gresham, the State Treasurer is authorized to issue lottery bonds pursuant to ORS 286A.560
19 to 286A.585 in an amount that produces \$2 million in net proceeds for the purposes described
20 in subsection (2) of this section, plus an additional amount estimated by the State Treasurer
21 to be necessary to pay bond-related costs.

22 (2) Net proceeds of lottery bonds issued under this section must be transferred to the
23 department for deposit in the ODAS Economic Development Distributions Fund established
24 under ORS 461.553 for distribution to the City of Gresham for expansion of the Gradin
25 Community Sports Park to include additional fields and amenities.

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

31 SECTION 13. (1) For the biennium beginning July 1, 2019, at the request of the Oregon
32 Department of Administrative Services, after the department consults with the City of
33 Roseburg, the State Treasurer is authorized to issue lottery bonds pursuant to ORS 286A.560
34 to 286A.585 in an amount that produces \$10 million in net proceeds for the purposes described
35 in subsection (2) of this section, plus an additional amount estimated by the State Treasurer
36 to be necessary to pay bond-related costs.

37 (2) Net proceeds of lottery bonds issued under this section must be transferred to the
38 department for deposit in the ODAS Economic Development Distributions Fund established
39 under ORS 461.553 for distribution to the City of Roseburg for the Southern Oregon Medical
40 Workforce Center project, which will establish a medical training facility in Roseburg.

41 (3) Lottery bonds authorized under this section may not be issued until the City of
42 Roseburg certifies that:

43 (a) The Southern Oregon Medical Workforce Center project has successfully completed
44 the Oregon Solutions process; and

45 (b) Matching funds in an amount at least equal to the amount of net proceeds of lottery

1 bonds issued under this section are available to the city for the purpose described in sub-
2 section (2) of this section.

3 (4) The Legislative Assembly finds that the use of lottery bond proceeds will create jobs,
4 further economic development, finance public education or restore and protect parks,
5 beaches, watersheds and native fish and wildlife, and is authorized based the finding that
6 training the state's healthcare workforce is essential to Oregon's healthy economic growth.

7 **SECTION 14.** (1) For the biennium beginning July 1, 2019, at the request of the Oregon
8 Department of Administrative Services, after the department consults with the Curry Health
9 District, the State Treasurer is authorized to issue lottery bonds pursuant to ORS 286A.560
10 to 286A.585 in an amount that produces \$2 million in net proceeds for the purposes described
11 in subsection (2) of this section, plus an additional amount estimated by the State Treasurer
12 to be necessary to pay bond-related costs.

13 (2) Net proceeds of lottery bonds issued under this section must be transferred to the
14 department for deposit in the ODAS Economic Development Distributions Fund established
15 under ORS 461.553 for distribution to the Curry Health District for creation of an emergency
16 room, including acquisition of emergency services equipment, in the Curry Medical Center
17 in Brookings.

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

23 **SECTION 15.** (1) For the biennium beginning July 1, 2019, at the request of the Oregon
24 Department of Administrative Services, after the department consults with the Eugene
25 Family YMCA, the State Treasurer is authorized to issue lottery bonds pursuant to ORS
26 286A.560 to 286A.585 in an amount that produces \$15 million in net proceeds for the purposes
27 described in subsection (2) of this section, plus an additional amount estimated by the State
28 Treasurer to be necessary to pay bond-related costs.

29 (2) Net proceeds of lottery bonds issued under this section must be transferred to the
30 department for deposit in the ODAS Economic Development Distributions Fund established
31 under ORS 461.553 for distribution to the Eugene Family YMCA to construct a new YMCA
32 facility in Eugene.

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

38 **SECTION 16.** (1) For the biennium beginning July 1, 2019, at the request of the Oregon
39 Department of Administrative Services, after the department consults with the Hacienda
40 Community Development Corporation, the State Treasurer is authorized to issue lottery
41 bonds pursuant to ORS 286A.560 to 286A.585 in an amount that produces \$2 million in net
42 proceeds for the purposes described in subsection (2) of this section, plus an additional
43 amount estimated by the State Treasurer to be necessary to pay bond-related costs.

44 (2) Net proceeds of lottery bonds issued under this section must be transferred to the
45 department for deposit in the ODAS Economic Development Distributions Fund established

1 under ORS 461.553 for distribution to the Hacienda Community Development Corporation for
2 construction of community spaces in the Las Adelitas housing project.

3 (3) The Legislative Assembly finds that the use of lottery bond proceeds will create jobs,
4 further economic development, finance public education or restore and protect parks,
5 beaches, watersheds and native fish and wildlife, and is authorized based on the finding that
6 creation of community spaces will accommodate youth and family services, economic oppor-
7 tunity services and small business development services, which facilitate and encourage
8 economic development.

9 **SECTION 17.** (1) For the biennium beginning July 1, 2019, at the request of the Oregon
10 Department of Administrative Services, after the department consults with Jefferson
11 County, the State Treasurer is authorized to issue lottery bonds pursuant to ORS 286A.560
12 to 286A.585 in an amount that produces \$4.1 million in net proceeds for the purposes de-
13 scribed in subsection (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 must be transferred to the
16 department for deposit in the ODAS Economic Development Distributions Fund established
17 under ORS 461.553 for distribution to Jefferson County for construction of the Jefferson
18 County Health and Wellness Center, including associated utility, transit and parking
19 infrastructure.

20 (3) The Legislative Assembly finds that the use of lottery bond proceeds will create jobs,
21 further economic development, finance public education or restore and protect parks,
22 beaches, watersheds and native fish and wildlife, and is authorized based on the finding that
23 expanding access to health care for all members of the workforce will promote economic
24 development.

25 **SECTION 18.** (1) For the biennium beginning July 1, 2019, at the request of the Oregon
26 Department of Administrative Services, after the department consults with Multnomah
27 County School District No. 7, the State Treasurer is authorized to issue lottery bonds pur-
28 suant to ORS 286A.560 to 286A.585 in an amount that produces \$2,331,872 in net proceeds for
29 the purposes described in subsection (2) of this section, plus an additional amount estimated
30 by the State Treasurer to be necessary to pay bond-related costs.

31 (2) Net proceeds of lottery bonds issued under this section must be transferred to the
32 department for deposit in the ODAS Economic Development Distributions Fund established
33 under ORS 461.553 for distribution to Multnomah County School District No. 7 for con-
34 struction of a school-based health center at Reynolds High School in Troutdale. The project
35 also includes renovation of existing classroom space to establish a temporary health center
36 that will be restored upon completion of the permanent health center.

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

- 41 (a) Funding construction of public school facilities finances public education; and
- 42 (b) Student access to healthcare services improves educational outcomes and attainment.

43 **SECTION 19.** (1) For the biennium beginning July 1, 2019, at the request of the Oregon
44 Department of Administrative Services, after the department consults with Parrott Creek
45 Child and Family Services, the State Treasurer is authorized to issue lottery bonds pursuant

1 to ORS 286A.560 to 286A.585 in an amount that produces \$3.5 million in net proceeds for the
2 purposes described in subsection (2) of this section, plus an additional amount estimated by
3 the State Treasurer to be necessary to pay bond-related costs.

4 (2) Net proceeds of lottery bonds issued under this section must be transferred to the
5 department for deposit in the ODAS Economic Development Distributions Fund established
6 under ORS 461.553 for distribution to Parrott Creek Child and Family Services to update and
7 renovate buildings using trauma-informed designs to better serve high-need children and
8 teens in the juvenile and child welfare systems.

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

14 SECTION 20. (1) For the biennium beginning July 1, 2019, at the request of the Oregon
15 Department of Administrative Services, after the department consults with the Port of
16 Cascade Locks, the State Treasurer is authorized to issue lottery bonds pursuant to ORS
17 286A.560 to 286A.585 in an amount that produces \$2.4 million in net proceeds for the purposes
18 described in subsection (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 must be transferred to the
21 department for deposit in the ODAS Economic Development Distributions Fund established
22 under ORS 461.553 for distribution to the Port of Cascade Locks to construct buildings and
23 upgrade and expand infrastructure in the Port of Cascade Locks Business Park.

24 (3) The Legislative Assembly finds that the use of lottery bond proceeds will create jobs,
25 further economic development, finance public education or restore and protect parks,
26 beaches, watersheds and native fish and wildlife, and is authorized based on the finding that
27 assisting in the establishment and expansion of businesses in Oregon and in the construction,
28 improvement and expansion of infrastructure that comprises the physical foundation for in-
29 dustrial and commercial activities provide the basic framework for continued and expanded
30 economic opportunities and quality communities.

31 SECTION 21. (1) For the biennium beginning July 1, 2019, at the request of the Oregon
32 Department of Administrative Services, after the department consults with the Port of
33 Morrow, the State Treasurer is authorized to issue lottery bonds pursuant to ORS 286A.560
34 to 286A.585 in an amount that produces \$1.4 million in net proceeds for the purposes de-
35 scribed in subsection (2) of this section, plus an additional amount estimated by the State
36 Treasurer to be necessary to pay bond-related costs.

37 (2) Net proceeds of lottery bonds issued under this section must be transferred to the
38 department for deposit in the ODAS Economic Development Distributions Fund established
39 under ORS 461.553 for distribution to the Port of Morrow for expansion of the Early Learning
40 Center at the Port of Morrow.

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

45 (a) More Oregonians will attend workforce training if early education options are avail-

1 able for their children. Greater numbers of Oregonians who are trained in workforce skills
2 will lead to enhanced economic development.

3 (b) Early education is a necessary component of a climate that facilitates and encourages
4 economic development.

5 SECTION 22. (1) For the biennium beginning July 1, 2019, at the request of the Oregon
6 Department of Administrative Services, after the department consults with Umatilla County,
7 the State Treasurer is authorized to issue lottery bonds pursuant to ORS 286A.560 to
8 286A.585 in an amount that produces \$1.6 million in net proceeds for the purposes described
9 in subsection (2) of this 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 must be transferred to the
12 department for deposit in the ODAS Economic Development Distributions Fund established
13 under ORS 461.553 for distribution to Umatilla County for renovation and expansion of the
14 Umatilla County Jail to provide space for mental health care services.

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

20 SECTION 23. (1) For the biennium beginning July 1, 2019, at the request of the Oregon
21 Department of Administrative Services, after the department consults with the Wallowa
22 Valley Center for Wellness, the State Treasurer is authorized to issue lottery bonds pursuant
23 to ORS 286A.560 to 286A.585 in an amount that produces \$2.5 million in net proceeds for the
24 purposes described in subsection (2) of this section, plus an additional amount estimated by
25 the State Treasurer to be necessary to pay bond-related costs.

26 (2) Net proceeds of lottery bonds issued under this section must be transferred to the
27 department for deposit in the ODAS Economic Development Distributions Fund established
28 under ORS 461.553 for distribution to the Wallowa Valley Center for Wellness to build an
29 integrated health services facility in Enterprise.

30 (3) The Legislative Assembly finds that the use of lottery bond proceeds will create jobs,
31 further economic development, finance public education or restore and protect parks,
32 beaches, watersheds and native fish and wildlife, and is authorized based on the finding that
33 expanding access to health and mental health care for all members of the workforce will
34 promote economic development.

35 SECTION 24. (1) For the biennium beginning July 1, 2019, at the request of the Oregon
36 Department of Administrative Services, after the department consults with the YMCA of
37 Columbia-Willamette, the State Treasurer is authorized to issue lottery bonds pursuant to
38 ORS 286A.560 to 286A.585 in an amount that produces \$5 million in net proceeds for the
39 purposes described in subsection (2) of this section, plus an additional amount estimated by
40 the State Treasurer to be necessary to pay bond-related costs.

41 (2) Net proceeds of lottery bonds issued under this section must be transferred to the
42 department for deposit in the ODAS Economic Development Distributions Fund established
43 under ORS 461.553 for distribution to the YMCA of Columbia-Willamette to purchase the
44 Beaverton Hoop YMCA property, which encompasses approximately five acres and two
45 buildings. The project also includes repurposing the second building to accommodate addition

1 of a Child Development Center and YMCA office space.

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

7 **SECTION 25.** (1) For the biennium beginning July 1, 2019, at the request of the Oregon
8 Department of Administrative Services, after the department consults with the Higher Edu-
9 cation Coordinating Commission, the State Treasurer is authorized to issue lottery bonds
10 pursuant to ORS 286A.560 to 286A.585 in an amount that produces \$6.5 million in net proceeds
11 for the purposes described in subsection (2) of this section, plus an additional amount esti-
12 mated by the State Treasurer to be necessary to pay bond-related costs.

13 (2) Net proceeds of lottery bonds issued under this section must be transferred to the
14 Higher Education Coordinating Commission for deposit in the Facility for Agricultural Re-
15 source Management Fund, established in section 26 of this 2019 Act, to provide a grant to
16 the Blue Mountain Community College to design and construct a new facility for animal
17 science programs, including veterinary technician, livestock breeding and equine health
18 management.

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

23 (a) Providing financing to build a community college agricultural education building ex-
24 pands opportunities for hands-on learning; and

25 (b) Having facilities to prepare students for agricultural careers helps to support
26 Oregon's rural agricultural economy.

27 **SECTION 26.** (1) The Facility for Agricultural Resource Management Fund is established
28 in the State Treasury, separate and distinct from the General Fund. Interest earned by the
29 Facility for Agricultural Resource Management Fund must be credited to the fund. The Fa-
30 cility for Agricultural Resource Management Fund consists of moneys deposited in the fund
31 under section 25 of this 2019 Act and may include moneys appropriated, allocated, deposited
32 or transferred to the fund by the Legislative Assembly or otherwise and interest earned on
33 moneys in the fund.

34 (2) Moneys in the fund are continuously appropriated to the Higher Education Coordi-
35 nating Commission for disbursement for the purposes set forth in section 25 of this 2019 Act.

36 **SECTION 27.** (1) For the biennium beginning July 1, 2019, at the request of the Oregon
37 Department of Administrative Services, after the department consults with the Oregon
38 Business Development Department, the State Treasurer is authorized to issue lottery bonds
39 pursuant to ORS 286A.560 to 286A.585 in an amount that produces \$1.88 million in net pro-
40 ceeds for the purposes described in subsection (2) of this section, plus an additional amount
41 estimated by the State Treasurer to be necessary to pay bond-related costs.

42 (2) Net proceeds of lottery bonds issued under this section must be transferred to the
43 Oregon Business Development Department for deposit in the OBDD Economic Development
44 Distributions Fund established under section 28, chapter 748, Oregon Laws 2017, for distrib-
45 ution to the City of Mill City for storm drainage system improvements.

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

7 **SECTION 28.** (1) For the biennium beginning July 1, 2019, at the request of the Oregon
8 Department of Administrative Services, after the department consults with the Oregon
9 Business Development Department, the State Treasurer is authorized to issue lottery bonds
10 pursuant to ORS 286A.560 to 286A.585 in an amount that produces \$20 million in net proceeds
11 for the purposes described in subsection (2) of this section, plus an additional amount esti-
12 mated by the State Treasurer to be necessary to pay bond-related costs.

13 (2) Net proceeds of lottery bonds issued under this section must be transferred to the
14 Oregon Business Development Department for deposit in the OBDD Economic Development
15 Distributions Fund established under section 28, chapter 748, Oregon Laws 2017, for distrib-
16 ution to the City of Salem for drinking water system improvements.

17 (3) The Legislative Assembly finds that the use of lottery bond proceeds will create jobs,
18 further economic development, finance public education or restore and protect parks,
19 beaches, watersheds and native fish and wildlife, and is authorized based on the finding that
20 drinking water systems are an integral part of the commercial and industrial infrastructure
21 of this state, and improvements to drinking water systems will promote economic develop-
22 ment in this state.

23 **SECTION 29.** (1) For the biennium beginning July 1, 2019, at the request of the Oregon
24 Department of Administrative Services, after the department consults with the Oregon
25 Business Development Department, the State Treasurer is authorized to issue lottery bonds
26 pursuant to ORS 286A.560 to 286A.585 in an amount that produces \$7 million in net proceeds
27 for the purposes described in subsection (2) of this section, plus an additional amount esti-
28 mated by the State Treasurer to be necessary to pay bond-related costs.

29 (2) Net proceeds of lottery bonds issued under this section must be transferred to the
30 Oregon Business Development Department for deposit in the OBDD Economic Development
31 Distributions Fund established under section 28, chapter 748, Oregon Laws 2017, for distrib-
32 ution to the City of Sweet Home for rehabilitating the Sweet Home Wastewater Treatment
33 Plant.

34 (3) The Legislative Assembly finds that the use of lottery bond proceeds will create jobs,
35 further economic development, finance public education or restore and protect parks,
36 beaches, watersheds and native fish and wildlife, and is authorized based on the finding that
37 wastewater treatment systems are an integral part of the commercial and industrial
38 infrastructure of this state, and improvement of a wastewater treatment plant will promote
39 economic development.

40 **SECTION 30.** (1) For the biennium beginning July 1, 2019, at the request of the Oregon
41 Department of Administrative Services, after the department consults with the Oregon
42 Business Development Department, the State Treasurer is authorized to issue lottery bonds
43 pursuant to ORS 286A.560 to 286A.585 in an amount that produces \$7.8 million in net proceeds
44 for the purposes described in subsection (2) of this section, plus an additional amount esti-
45 mated by the State Treasurer to be necessary to pay bond-related costs.

1 (2) Net proceeds of lottery bonds issued under this section must be transferred to the
2 Oregon Business Development Department for deposit in the OBDD Economic Development
3 Distributions Fund established under section 28, chapter 748, Oregon Laws 2017, for distrib-
4 ution to the Confederated Tribes of the Warm Springs Reservation of Oregon for improve-
5 ments to the Warm Springs Wastewater Treatment Plant, installation of water meters and
6 improvements to the water distribution system.

7 (3) The Legislative Assembly finds that the use of lottery bond proceeds will create jobs,
8 further economic development, finance public education or restore and protect parks,
9 beaches, watersheds and native fish and wildlife, and is authorized based on the finding that
10 water and wastewater treatment systems are an integral part of the commercial and indus-
11 trial infrastructure of this state, and improvements to water and wastewater treatment
12 systems will promote economic development.

13 **SECTION 31.** (1) For the biennium beginning July 1, 2019, at the request of the Oregon
14 Department of Administrative Services, after the department consults with the Oregon
15 Business Development Department, the State Treasurer is authorized to issue lottery bonds
16 pursuant to ORS 286A.560 to 286A.585 in an amount that produces \$1.7 million in net proceeds
17 for the purposes described in subsection (2) of this section, plus an additional amount esti-
18 mated by the State Treasurer to be necessary to pay bond-related costs.

19 (2) Net proceeds of lottery bonds issued under this section must be transferred to the
20 Oregon Business Development Department for deposit in the OBDD Economic Development
21 Distributions Fund established under section 28, chapter 748, Oregon Laws 2017, for distrib-
22 ution to the City of Hood River for replacement of the Hood River waterfront storm water
23 line.

24 (3) The Legislative Assembly finds that the use of lottery bond proceeds will create jobs,
25 further economic development, finance public education or restore and protect parks,
26 beaches, watersheds and native fish and wildlife, and is authorized based on the finding that
27 stormwater systems are an integral part of the commercial and industrial infrastructure of
28 this state and improvements to storm water systems will promote economic development in
29 this state.

30 **SECTION 32.** Section 28, chapter 748, Oregon Laws 2017, is amended to read:

31 **Sec. 28.** (1) The OBDD Economic Development Distributions Fund is established in the State
32 Treasury, separate and distinct from the General Fund. Interest earned on the moneys in the OBDD
33 Economic Development Distributions Fund **must be credited to the fund. The OBDD Economic**
34 **Development Distributions Fund** consists of moneys deposited in the fund under sections 26 and
35 27 [of this 2017 Act], **chapter 748, Oregon Laws 2017, and sections 27 to 31 of this 2019 Act** and
36 may include fees, revenues or other income deposited into the fund by the Legislative Assembly.

37 (2) Moneys in the fund are continuously appropriated to the Oregon Business Development De-
38 partment for purposes described in sections 26 and 27 [of this 2017 Act], **chapter 748, Oregon Laws**
39 **2017, and sections 27 to 31 of this 2019 Act.**

40 **SECTION 33.** (1) For the biennium beginning July 1, 2019, at the request of the Oregon
41 Department of Administrative Services, after the department consults with the Oregon
42 Business Development Department, the State Treasurer is authorized to issue lottery bonds
43 pursuant to ORS 286A.560 to 286A.585 in an amount that produces \$15 million in net proceeds
44 for the purposes described in subsection (2) of this section, plus an additional amount esti-
45 mated by the State Treasurer to be necessary to pay bond-related costs.

1 (2) Net proceeds of lottery bonds issued under this section must be transferred to the
2 Oregon Business Development Department for deposit in the Levee Project Grant Fund es-
3 tablished under section 34 of this 2019 Act for the purpose of providing grants under ORS
4 285B.420 for levee projects as defined in ORS 285B.410.

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

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

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

13 **SECTION 34.** (1) The Levee Project Grant Fund is established in the State Treasury,
14 separate and distinct from the General Fund. Interest earned by the Levee Project Grant
15 Fund must be credited to the fund. The Levee Project Grant Fund consists of moneys de-
16 posited in the fund under section 33 of this 2019 Act and may include moneys appropriated,
17 allocated, deposited or transferred to the fund by the Legislative Assembly or otherwise and
18 interest earned on moneys in the fund.

19 (2) Moneys in the fund are continuously appropriated to the Oregon Business Develop-
20 ment Department for the Oregon Infrastructure Finance Authority to provide grants under
21 ORS 285B.420 for levee projects as defined in ORS 285B.410.

22 (3) Grants from the fund for planning projects are limited to a maximum of \$2 million
23 per applicant per biennium.

24 (4) Grants from the fund for construction or capital improvement projects may not ex-
25 ceed an amount equal to 80 percent of the total cost of the project.

26 (5) A grant may not be awarded from the fund unless the applicant pledges matching
27 funds to the project of at least 20 percent of the amount of the grant.

28 **SECTION 35.** (1) For the biennium beginning July 1, 2019, at the request of the Oregon
29 Department of Administrative Services, after the department consults with the Oregon
30 Business Development Department, the State Treasurer is authorized to issue lottery bonds
31 pursuant to ORS 286A.560 to 286A.585 in an amount that produces \$3 million in net proceeds
32 for the purposes described in subsection (2) of this section, plus an additional amount esti-
33 mated by the State Treasurer to be necessary to pay bond-related costs.

34 (2) Net proceeds of lottery bonds issued under this section must be transferred to the
35 Oregon Business Development Department for deposit in the Cultural Resources Economic
36 Fund established in section 6, chapter 786, Oregon Laws 2013, to provide the following grants:

37 (a) \$1.5 million to the Beaverton Arts Foundation for construction of the Patricia Reser
38 Center for the Arts.

39 (b) \$1.5 million to the Lincoln City Cultural Center for development and renovation of the
40 center's cultural plaza and exterior grounds.

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

45 (a) The grants described in this section will leverage art and cultural resources to create

1 vibrant public spaces that integrate art and cultural and natural amenities, sustain Oregon's
2 rich arts and cultural experiences and enhance a strong sense of place and community
3 identity.

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

7 **SECTION 36.** Section 6, chapter 786, Oregon Laws 2013, as amended by section 27, chapter 812,
8 Oregon Laws 2015, and section 23, chapter 748, Oregon Laws 2017, is amended to read:

9 **Sec. 6.** (1) The Cultural Resources Economic Fund is established in the State Treasury, separate
10 and distinct from the General Fund. Interest earned on the moneys in the Cultural Resources Eco-
11 nomic Fund shall be credited to the fund. The Cultural Resources Economic Fund consists of moneys
12 deposited in the fund under section 5, chapter 786, Oregon Laws 2013, [and] section 26, chapter 812,
13 Oregon Laws 2015, [and] section 22 [of this 2017 Act], **chapter 748, Oregon Laws 2017, and section**
14 **35 of this 2019 Act** and may include fees, revenues or other income deposited in the fund by the
15 Legislative Assembly.

16 (2) Moneys in the fund are continuously appropriated to the Oregon Business Development **De-**
17 **partment** for disbursement for the purposes set forth in section 5, chapter 786, Oregon Laws 2013,
18 and section 26, chapter 812, Oregon Laws 2015, [and] section 22 [of this 2017 Act], **chapter 748,**
19 **Oregon Laws 2017, and section 35 of this 2019 Act.**

20 **SECTION 37.** (1) For the biennium beginning July 1, 2019, at the request of the Oregon
21 Department of Administrative Services, after the department consults with the Department
22 of Transportation, the State Treasurer is authorized to issue lottery bonds pursuant to ORS
23 286A.560 to 286A.585 in an amount that produces \$2 million in net proceeds for the purposes
24 described in subsection (2) of this section, plus an additional amount estimated by the State
25 Treasurer to be necessary to pay bond-related costs.

26 (2) Net proceeds of lottery bonds issued under this section must be transferred to the
27 Department of Transportation for deposit in the DOT Economic Development Distributions
28 Fund established in ORS 461.557 for distribution to the City of Sherwood for pedestrian con-
29 nection improvements between Sherwood East and West at or near the State Highway 99W
30 and Sunset Boulevard intersection.

31 (3) The Legislative Assembly finds that the use of lottery bond proceeds will create jobs,
32 further economic development, finance public education or restore and protect parks,
33 beaches, watersheds and native fish and wildlife, and is authorized based on the finding that
34 a safe, efficient and reliable pedestrian and bicycle transportation network supports the
35 long-term economic development and livability of this state.

36 **SECTION 38.** (1) For the biennium beginning July 1, 2019, at the request of the Oregon
37 Department of Administrative Services, after the department consults with the Department
38 of Transportation, the State Treasurer is authorized to issue lottery bonds pursuant to ORS
39 286A.560 to 286A.585 in an amount that produces \$5 million in net proceeds for the purposes
40 described in subsection (2) of this section, plus an additional amount estimated by the State
41 Treasurer to be necessary to pay bond-related costs.

42 (2) Net proceeds of lottery bonds issued under this section must be transferred to the
43 Department of Transportation for deposit in the DOT Economic Development Distributions
44 Fund established in ORS 461.557 for distribution to the Oregon International Port of Coos
45 Bay for repair and replacement of bridge structures along the Coos Bay rail link, as defined

1 in ORS 777.915.

2 (3) The Legislative Assembly finds that the use of lottery bond proceeds will create jobs,
3 further economic development, finance public education or restore and protect parks,
4 beaches, watersheds and native fish and wildlife, and is authorized based on the finding that
5 improvements in multimodal transportation systems are necessary to facilitate the flow of
6 goods and services to national and international markets through the deep water port at
7 Coos Bay.

8 **SECTION 39.** (1) For the biennium beginning July 1, 2019, at the request of the Oregon
9 Department of Administrative Services, after the department consults with the Department
10 of Veterans' Affairs, the State Treasurer is authorized to issue lottery bonds pursuant to
11 ORS 286A.560 to 286A.585 in an amount that produces \$4 million in net proceeds for the
12 purposes described in subsection (2) of this section, plus an additional amount estimated by
13 the State 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
15 Department of Veterans' Affairs for deposit in the Veterans' Affordable Housing Fund, es-
16 tablished in section 40 of this 2019 Act, for distribution to the YMCA of Marion and Polk
17 Counties to construct veterans' affordable housing in Salem.

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

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

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

26 **SECTION 40.** (1) The Veterans' Affordable Housing Fund is established in the State
27 Treasury, separate and distinct from the General Fund. Interest earned by the Veterans'
28 Affordable Housing Fund must be credited to the fund. The Veterans' Affordable Housing
29 Fund consists of moneys deposited in the fund under section 39 of this 2019 Act and may
30 include moneys appropriated, allocated, deposited or transferred to the fund by the Legisla-
31 tive Assembly or otherwise and interest earned on moneys in the fund.

32 (2) Moneys in the fund are continuously appropriated to the Department of Veterans'
33 Affairs for disbursement for the purposes set forth in section 39 of this 2019 Act.

34 **SECTION 41.** (1) For the biennium beginning July 1, 2019, at the request of the Oregon
35 Department of Administrative Services, after the department consults with the State Parks
36 and Recreation Department, the State Treasurer may issue lottery bonds pursuant to ORS
37 286A.560 to 286A.585 in an amount that produces \$5 million in net proceeds for the purposes
38 described in subsection (2) of this section, plus an additional amount estimated by the State
39 Treasurer to be necessary to pay bond-related costs.

40 (2) Net proceeds of lottery bonds issued under this section must be transferred to the
41 State Parks and Recreation Department for deposit into the Oregon Main Street
42 Revitalization Grant Program Fund established in ORS 390.264 to provide grants pursuant to
43 ORS 390.262.

44 (3) The Legislative Assembly finds that the use of proceeds of lottery bonds issued pur-
45 suant to this section will create jobs, further economic development and enhance the eco-

1 **conomic vitality of Oregon downtowns and local communities by supporting projects that**
2 **revitalize historic downtown commercial districts, redevelop and reuse existing buildings,**
3 **facilitate small business relocation and expansion initiatives and provide assistance, training**
4 **and technical services.**

5 **SECTION 42.** Section 13, chapter 746, Oregon Laws 2007, as amended by section 1, chapter 900,
6 Oregon Laws 2009, section 1, chapter 754, Oregon Laws 2013, and section 3, chapter 815, Oregon
7 Laws 2015, is amended to read:

8 **Sec. 13.** (1) In addition to amounts authorized under ORS 286.505 to 286.545 (2005 Edition) or
9 pursuant to ORS 286A.035, the State Treasurer, at the request of the Director of the Oregon Busi-
10 ness Development Department, may issue lottery bonds pursuant to ORS 286A.560 to 286A.585:

11 (a) In an amount of up to \$60 million for payment of the expenses of the Coos Bay Channel
12 Project in increments described in subsection (2) of this section; and

13 (b) In an additional amount to be estimated by the State Treasurer for payment of bond-related
14 costs of the Oregon Department of Administrative Services, the Oregon Business Development De-
15 partment and the State Treasurer.

16 (2) The director shall request that the State Treasurer issue the amount of bonds described in
17 subsection (1)(a) of this section in increments that allow the director, at the request of the primary
18 sponsor, to transfer:

19 (a) In the biennium beginning July 1, 2007, up to \$5 million in net proceeds of lottery bonds to
20 the Coos Bay Channel Fund established in section 15, chapter 746, Oregon Laws 2007, for distrib-
21 ution to the primary sponsor after the director finds that the primary sponsor has taken action
22 pursuant to the grant agreement required in section 14, chapter 746, Oregon Laws 2007, that trig-
23 gers the distribution of bond proceeds described in this paragraph.

24 (b) In the biennium beginning July 1, [2017] **2019**, up to \$15 million in net proceeds of lottery
25 bonds, minus any other state funds secured by the primary sponsor in the interim period 2015 to
26 2016, to the Coos Bay Channel Fund established in section 15, chapter 746, Oregon Laws 2007, for
27 distribution to the primary sponsor after the director finds that the primary sponsor has taken
28 action pursuant to the grant agreement required in section 14, chapter 746, Oregon Laws 2007, that
29 triggers the distribution of bond proceeds described in this paragraph.

30 (c) In the biennium beginning July 1, [2019] **2021**, up to \$40 million in net proceeds of lottery
31 bonds to the Coos Bay Channel Fund established in section 15, chapter 746, Oregon Laws 2007, for
32 distribution to the primary sponsor after the director finds that the primary sponsor has taken
33 action pursuant to the grant agreement required in section 14, chapter 746, Oregon Laws 2007, that
34 triggers the distribution of bond proceeds described in this paragraph.

35 **SECTION 43.** Section 14, chapter 746, Oregon Laws 2007, as amended by section 2, chapter 900,
36 Oregon Laws 2009, section 2, chapter 754, Oregon Laws 2013, section 4, chapter 815, Oregon Laws
37 2015, and section 14, chapter 66, Oregon Laws 2016, is amended to read:

38 **Sec. 14.** (1) The Director of the Oregon Business Development Department shall enter into one
39 or more grant agreements with the primary sponsor that require the Oregon Business Development
40 Department to disburse, over the course of the project, an aggregate principal amount of \$60 million
41 for payment of the expenses of the Coos Bay Channel Project, in the increments described in section
42 13 (2), chapter 746, Oregon Laws 2007, from the Coos Bay Channel Fund established pursuant to
43 section 15, chapter 746, Oregon Laws 2007, to the primary sponsor. The department shall make dis-
44 bursements from the fund as soon as bond proceeds are deposited in the fund.

45 (2) The one or more grant agreements must, subject to subsection (3) of this section, establish

1 appropriate triggers for the incremental biennial distribution of bond proceeds described in section
2 13 (2), chapter 746, Oregon Laws 2007, based on appropriate measures of progress in completion of
3 the project that are satisfactory to the director and consistent with prudent financial practices that
4 reflect sound stewardship of public resources.

5 (3)(a) Prior to the distribution of the bond proceeds described in section 13 (2)(b), chapter 746,
6 Oregon Laws 2007, the primary sponsor shall provide to the director a budget document outlining
7 expenditures for the Coos Bay Channel Project and shall verify and certify to the director that the
8 primary sponsor has prepared and submitted to the United States Army Corps of Engineers the
9 tentatively selected plan report identifying the preferred alternative for the project.

10 (b) Prior to the distribution of the bond proceeds described in section 13 (2)(c), chapter 746,
11 Oregon Laws 2007, the primary sponsor shall provide to the director a budget document outlining
12 expenditures for the Coos Bay Channel Project and verify and certify to the director that:

13 (A) The final environmental impact statement and the draft record of decision have been issued
14 in accordance with the National Environmental Policy Act (42 U.S.C. 4321 et seq.);

15 (B) The Oregon International Port of Coos Bay has prepared and submitted to the United States
16 Army Corps of Engineers a draft combined report pursuant to section 204 of the Water Resources
17 Development Act of 1986 (P.L. 99-662) and section 14 of the Rivers and Harbors Appropriation Act
18 of 1899 (33 U.S.C. 408) for technical agency review;

19 (C) The [*Director of Civil Works*] **Commander, Northwestern Division**, for the United States
20 Army Corps of Engineers has approved the project pursuant to section 14 of the Rivers and Harbors
21 Appropriation Act of 1899;

22 (D) The United States Army Corps of Engineers Portland District has issued permits for con-
23 struction pursuant to section 404 of the Federal Water Pollution Control Act (P.L. 92-500), as
24 amended, and section 10 of the Rivers and Harbors Appropriation Act of 1899; and

25 (E) The Assistant Secretary of the Army (Civil Works) for the United States Army Corps of
26 Engineers has approved and executed an agreement pursuant to section 204(f) of the Water Re-
27 sources Development Act of 1986.

28 (4) The State of Oregon and its agencies and departments are not liable to the lenders, vendors
29 or contractors of the Oregon sponsors for any action or omission under sections 11 to 15, chapter
30 746, Oregon Laws 2007.

31 (5) By receipt of any part of net proceeds of lottery bonds described in section 13, chapter 746,
32 Oregon Laws 2007, the primary sponsor agrees to indemnify the state and its agencies and depart-
33 ments to the fullest extent permitted by law for liability the state or its agencies and departments
34 might incur in connection with any borrowing by the primary sponsor for the project.

35 (6) The director and the primary sponsor shall modify the existing grant agreement as may be
36 necessary to incorporate the amendments to this section and section 13, chapter 746, Oregon Laws
37 2007, by sections 1 and 2, chapter 754, Oregon Laws 2013.

38 **SECTION 44. This 2019 Act being necessary for the immediate preservation of the public**
39 **peace, health and safety, an emergency is declared to exist, and this 2019 Act takes effect**
40 **July 1, 2019.**