Senate Bill 704

Sponsored by Senators ROBLAN, BEYER, HANSELL; Senators BOQUIST, BURDICK, COURTNEY, FREDERICK, KNOPP

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 as introduced.

Authorizes issuance of Article XI-Q bonds to finance seismic and life safety improvements to State Capitol building and grounds.
Declares emergency, effective July 1, 2019.

A BILL FOR AN ACT
Relating to financing for improvements to State Capitol; and declaring an emergency.

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

SECTION 1. (1) In addition to and not in lieu of any authorization to issue general obligation bonds under ORS 286A.035, the State Treasurer, at the request of the related agency, may issue Article XI-Q bonds in the manner provided by ORS chapter 286A:
(a) In the biennium beginning July 1, 2019, in an amount not to exceed $___ in net proceeds, plus an amount estimated by the State Treasurer to pay bond-related costs; and
(b) In the biennium beginning July 1, 2021, in an amount not to exceed $___ in net proceeds, plus an amount estimated by the State Treasurer to pay bond-related costs.
(2) Net proceeds of bonds issued under this section must be deposited in the Capitol Seismic Upgrade Fund established in section 2 of this 2019 Act, to be used for the purposes specified in section 2 of this 2019 Act.
(3)(a) As used in this section, “bond-related costs” means:
(A) The costs of paying the principal of, the interest on and the premium, if any, on Article XI-Q bonds.
(B) The costs and expenses of issuing, administering and maintaining Article XI-Q bonds including, but not limited to, the costs and expenses of:
(i) Redeeming Article XI-Q bonds.
(ii) Paying amounts due in connection with credit enhancement devices or agreements for exchange of interest rates.
(iii) Paying the fees, administrative costs and expenses of the State Treasurer or the related agency, including the costs of consultants or advisers retained by the State Treasurer or the related agency.
(C) The costs of funding reserves for the Article XI-Q bonds.
(D) Capitalized interest for the Article XI-Q bonds.
(E) Rebates or penalties due to the United States in connection with the Article XI-Q bonds.
(F) Any other costs or expenses that the State Treasurer or the related agency determines are necessary or desirable in connection with issuing and maintaining the Article XI-Q bonds.

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.

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bonds.

(b) As used in this section and for the purposes of ORS chapter 286A with respect to this section, “related agency” means the Legislative Administration Committee.

SECTION 2. (1) The Capitol Seismic Upgrade Fund is established in the State Treasury, separate and distinct from the General Fund. Interest earned on moneys in the Capitol Seismic Upgrade Fund shall be credited to the fund.

(2) The fund consists of moneys deposited in the fund under section 1 of this 2019 Act and may include:

(a) Fees, revenues and other moneys appropriated by the Legislative Assembly for deposit in the fund; and

(b) Other moneys available to the Legislative Administration Committee for the purposes described in subsection (4) of this section.

(3) Moneys in the fund are continuously appropriated to the Legislative Administration Committee for the purposes described in subsection (4) of this section.

(4) Moneys in the fund may be used only to:

(a) Pay expenses related to seismic and life safety improvements to the State Capitol building and its grounds, including expenses related to planning, design, construction, repair, equipping and furnishing;

(b) Pay the costs of administering the fund; and

(c) Pay bond-related costs, as defined in section 1 of this 2019 Act.

SECTION 3. (1) The Capitol Seismic Upgrade Bond Fund is established in the State Treasury, separate and distinct from the General Fund. Amounts in the bond fund may be invested as provided in ORS 293.701 to 293.857 and interest earned on the bond fund shall be credited to the bond fund. Amounts credited to the bond fund are continuously appropriated to the Oregon Department of Administrative Services for the purpose of paying, when due, the principal of, the interest on and the premium, if any, on outstanding Article XI-Q bonds issued under section 1 of this 2019 Act. The department shall deposit in the bond fund:

(a) Capitalized or accrued interest on Article XI-Q bonds issued under section 1 of this 2019 Act;

(b) Amounts appropriated or otherwise provided by the Legislative Assembly for deposit in the bond fund; and

(c) Reserves established for the payment of Article XI-Q bonds issued under section 1 of this 2019 Act.

(2) The department may create separate accounts in the bond fund for reserves and debt service for each series of Article XI-Q bonds issued under section 1 of this 2019 Act.

SECTION 4. (1) The Capitol Seismic Upgrade Bond Administration Fund is established in the State Treasury, separate and distinct from the General Fund. Amounts in the bond administration fund may be invested as provided in ORS 293.701 to 293.857 and interest earned on the bond administration fund shall be credited to the bond administration fund. Amounts credited to the bond administration fund are continuously appropriated to the Oregon Department of Administrative Services for payment of bond-related costs as defined in section 1 of this 2019 Act. The department shall credit to the bond administration fund:

(a) Proceeds of Article XI-Q bonds issued under section 1 of this 2019 Act that were issued to pay bond-related costs; and

(b) Amounts appropriated or otherwise provided by the Legislative Assembly for deposit
in the bond administration fund.

(2) The department may create separate accounts in the bond administration fund.

SECTION 5. This 2019 Act being necessary for the immediate preservation of the public peace, health and safety, an emergency is declared to exist, and this 2019 Act takes effect on July 1, 2019.