## A-Engrossed
### Senate Bill 5505
Ordered by the Senate June 25
Including Senate Amendments dated June 25

Printed pursuant to Senate Interim Rule 213.28 by order of the President of the Senate in conformance with pre-session filing rules, indicating neither advocacy nor opposition on the part of the President (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.

Establishes amounts authorized for issuance of general obligation bonds, revenue bonds, certificates of participation and other financing agreements for biennium.

Establishes amounts allocated for private activity bonds.

Makes legislative findings regarding benefits to higher education institutions and community colleges from issuance of bonds under Article XI-F(1) and Article XI-G of Oregon Constitution.

Establishes requirements applicable to certain contracts for specified higher education capital construction projects.

Declares emergency, effective July 1, 2021.

### A BILL FOR AN ACT
Relating to state financial administration; and declaring an emergency.

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

SECTION 1. The amounts authorized, as provided by ORS 286A.035, for issuance of general obligation bonds of the state during the 2021-2023 biennium are as follows:

<table>
<thead>
<tr>
<th>General Fund Obligations</th>
</tr>
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<tbody>
<tr>
<td>(1) Higher Education Coordinating Commission (Art. XI-G):</td>
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<tr>
<td>(a) Eastern Oregon University, Inlow Hall Renovation, Phase II $ 600,000</td>
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<tr>
<td>(b) Oregon State University:</td>
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<tr>
<td>(A) Cascades Student Success Center $ 5,105,000</td>
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<tr>
<td>(B) Cordley Hall Renovation, Phase II $ 25,375,000</td>
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<tr>
<td>(c) Portland State University, Gateway Center Reuse and Extension $ 5,105,000</td>
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<tr>
<td>(d) University of Oregon, Heritage Building Renovation $ 5,960,000</td>
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</tbody>
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Note: For budget, see 2021-2023 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.

LC 9505
(e) Western Oregon University, Student Success Center $ 695,000
(f) Blue Mountain Community College, Facility for Agricultural Resource Management $ 6,615,000
(g) Central Oregon Community College, Classroom Building Redmond Campus $ 8,125,000
(h) Chemeketa Community College, Building 7 Remodel $ 8,125,000
(i) Clatsop Community College, Maritime Science Building $ 8,120,000
(j) Klamath Community College, Childcare Resource Learning Center $ 1,540,000
(k) Linn-Benton Community College, Agricultural Center $ 8,125,000
(L) Mt. Hood Community College, Accessibility Upgrades, Dental Hygiene Lab and Deferred Maintenance $ 8,125,000
(m) Oregon Coast Community College, Workforce Education and Resiliency Center $ 8,125,000
(n) Rogue Community College, Transportation Technology Center $ 7,120,000
(o) Tillamook Bay Community College, Classroom and Office Building and Renovations $ 8,125,000
(p) Treasure Valley Community College, Nursing-Allied Health Professions Center $ 5,015,000
(2) Department of Environmental Quality (Art. XI-H) $ 10,300,000
(3) Oregon Business Development Department (Art. XI-M) $ 111,300,000
(4) Oregon Business Development Department (Art. XI-N) $ 50,750,000
(5) Department of Education (Art. XI-P) $ 126,090,000
(6) Oregon Department of Administrative
<table>
<thead>
<tr>
<th>Services (Art. XI-Q):</th>
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<tbody>
<tr>
<td>(a) Department of Revenue,</td>
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<tr>
<td>Electronic Valuation</td>
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<tr>
<td>Information System.................. $ 4,245,000</td>
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<tr>
<td>(b) Oregon Military Department:</td>
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<tr>
<td>(A) Ashland Armory Service</td>
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<tr>
<td>Life Extension....................... $ 5,480,000</td>
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<td>(B) Corvallis Armory Service</td>
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<td>Life Extension....................... $ 4,375,000</td>
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<td>(C) Resiliency Grant Fund established under</td>
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<td>ORS 401.552.................................. $ 10,210,000</td>
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<td>(D) Washington County</td>
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<tr>
<td>Readiness Center .................. $ 5,410,000</td>
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<tr>
<td>(c) Oregon State Police:</td>
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<tr>
<td>(A) Central Point Office</td>
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<tr>
<td>Expansion.............................. $ 34,435,000</td>
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<tr>
<td>(B) Springfield Forensic Lab and Medical Examiner's Office.... $ 62,710,000</td>
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<tr>
<td>(C) Springfield Patrol Area Command Office.................. $ 14,490,000</td>
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<tr>
<td>(d) Department of Corrections:</td>
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<tr>
<td>(A) Capital Improvement and Renewal.................................. $ 70,745,000</td>
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<tr>
<td>(B) Electronic Health Records.... $ 13,635,000</td>
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<tr>
<td>(C) Off-Net Telephone Infrastructure........................................ $ 3,825,000</td>
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<tr>
<td>(e) Oregon Youth Authority:</td>
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<tr>
<td>(A) Camp Riverbend Dorm Renovation.................. $ 6,975,000</td>
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<tr>
<td>(B) Capital Improvements........ $ 11,060,000</td>
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<td>(C) Control Room Renovations... $ 1,300,000</td>
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<td>(D) JJIS IT System</td>
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<td>Modernization ...................... $ 7,870,000</td>
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<tr>
<td>(E) MacLaren Infirmary and Pharmacy Renovation........ $ 1,720,000</td>
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<tr>
<td>(F) MacLaren West Cottages Renovations...................................... $ 20,795,000</td>
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<tr>
<td>(G) Oak Creek Medical and Dental Clinic Renovations..... $ 710,000</td>
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<tr>
<td>(H) Rogue Valley Facility</td>
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<tr>
<td>Improvements........................ $ 7,110,000</td>
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<tr>
<td>(I) Tillamook Dorm Renovation. $ 10,495,000</td>
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<tr>
<td>(J) Tillamook Medical and Dental Renovations........ $ 690,000</td>
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</table>
(k) Oregon Department of
Fish and Wildlife,
Capital Improvement
and Renewal ....................... $ 5,105,000

(L) Housing and Community
Services Department,
Local Innovation and Fast
Track (LIFT) Housing and
Permanent Supportive
Housing ............................... $ 413,490,000

(m) Judicial Department:
(A) Benton County Courthouse... $ 20,730,000
(B) Clackamas County
Courthouse ............................ $ 95,400,000
(C) Crook County Courthouse.... $ 11,885,000
(D) Linn County Courthouse...... $ 16,110,000
(E) Supreme Court Building
Renovation ............................. $ 21,950,000

(n) Legislative Administration
Committee, Document
Publishing and Management
System ............................... $ 4,310,000

Dedicated Fund Obligations
(7) Department of Veterans'
Affairs (Art. XI-A) ................. $ 180,000,000
(8) Department of Environmental
Quality (Art. XI-H) ............... $ 10,000,000
(9) Housing and Community
Services Department
(Art. XI-I(2)) ....................... $ 50,000,000
(10) Higher Education Coordinating
Commission (Art. XI-F(1)):
(a) Oregon Institute of
Technology, New Residence
Hall Facility ......................... $ 55,650,000
(b) Oregon State University,
Reser Stadium West
Grandstands ....................... $ 40,555,000
(c) Portland State University,
Gateway Center Reuse
and Extension .................... $ 18,300,000
(11) Oregon Department of
Administrative Services
(Art. XI-Q):
(a) Executive Building Interior
and Seismic Renovation $ 45,620,000  
(b) Justice Building Exterior 
Renovations $ 3,555,000  
(c) North Valley Complex 
Infrastructure Upgrades/ 
Tenant Improvements $ 60,820,000  
(d) Portland State Office 
Building Improvements $ 8,730,000  
(e) Revenue Building Electrical 
System Upgrades $ 7,120,000  
(f) Yellow Parking Lot Paving $ 4,055,000  
(g) State Forestry Department: 
(A) Capital Improvements $ 2,420,791  
(B) Toledo Facility Replacement, 
Phase II $ 1,578,773  
(h) Oregon Liquor Control Commission: 
(A) Liquor Warehouse Conveyor 
System $ 10,175,000  
(B) Liquor Warehouse Land 
and Building $ 53,170,000  
(C) Liquor Warehouse 
Management IT System $ 27,390,000  
Total General Obligation  
Bonds $ 2,252,290,200  

SECTION 2. The amounts authorized, as provided by ORS 286A.035, for issuance of revenue bonds of the state during the 2021-2023 biennium are as follows:

REVENUE BONDS  
Direct Revenue Bonds  
Housing and Community Services Department $ 500,000,000  
Department of 
Transportation $ 880,000,000  
Oregon Business Development 
Department $ 30,000,000  
Oregon Department of 
Administrative Services, 
Lottery Revenue Bonds $ 492,440,000  
Total Direct Revenue  
Bonds $ 1,902,440,000  
Pass-Through Revenue Bonds  
Oregon Business Development 
Department, Industrial 
Development Bonds $ 600,000,000
Oregon Business Development  
Department, Beginning and  
Expanding Farmer Loan  
Program............................... $ 2,500,000  
Oregon Facilities Authority.. $ 1,000,000,000  
Housing and Community  
Services Department.......... $ 1,300,000,000  

**Total Pass-Through Revenue**  
Bonds ............................... $ 2,902,500,000  
Total Revenue Bonds.......... $ 4,804,940,000  

**SECTION 3.** The amount authorized, as provided by ORS 286A.035, for issuance of certificates of participation and other financing agreements of the state during the 2021-2023 biennium for the Oregon Department of Administrative Services is $100,000,000.

**SECTION 4.** (1) For calendar year 2022, the amount of $442,862,385 is allocated for private activity bonds, as provided in ORS 286A.615, as follows:

(a) Oregon Business Development  
Department, Industrial  
Development Bonds.......... $ 40,000,000  
(b) Oregon Business Development  
Department, Beginning and  
Expanding Farmer Loan  
Program............................... $ 1,000,000  
(c) Housing and Community  
Services Department.......... $ 250,000,000  
(d) Private Activity Bond  
Committee......................... $ 151,862,385  

(2) For calendar year 2023, the amount of $442,862,385 is allocated for private activity bonds, as provided in ORS 286A.615, as follows:

(a) Oregon Business Development  
Department, Industrial  
Development Bonds.......... $ 40,000,000  
(b) Oregon Business Development  
Department, Beginning and  
Expanding Farmer Loan  
Program............................... $ 1,000,000  
(c) Housing and Community  
Services Department.......... $ 250,000,000  
(d) Private Activity Bond  
Committee......................... $ 151,862,385  

(3) If an increase in this state's population, a sufficient increase in the Consumer Price Index or a change in federal law allows the private activity bond limit as set by the Internal Revenue Code of 1986, as amended, to exceed $442,862,385 during the 2022 calendar year or $442,862,385 during the 2023 calendar year, the increase is allocated to the Private Activity Bond Committee.

**SECTION 5.** (1) For purposes of Article XI-F(1), section 1, of the Oregon Constitution,
the Legislative Assembly determines that the projects authorized to be financed pursuant to section 1 (10) of this 2021 Act with bonds issued under Article XI-F(1) of the Oregon Constitution will benefit higher education institutions or activities.

(2) For purposes of Article XI-G, section 1, of the Oregon Constitution, the Legislative Assembly determines that the projects authorized to be financed pursuant to section 1 (1) of this 2021 Act with bonds issued under Article XI-G of the Oregon Constitution will benefit higher education institutions or activities or community colleges authorized by law to receive state aid.

SECTION 6. Bonds authorized under section 1 (1) of this 2021 Act may not be issued until the constructing authority certifies that the constructing authority has matching funds available for the same or similar purposes as the Article XI-G bonds that will fund the grant to the constructing authority, that the matching funds are not proceeds of indebtedness incurred by the state under any other article of the Oregon Constitution, and that the matching funds are available to the constructing authority in an amount at least equal to the amount of indebtedness incurred by the state through the issuance of the Article XI-G bonds.

SECTION 7. (1) Out of the amount specified in section 1 (6)(m)(A) of this 2021 Act, the State Treasurer may issue Article XI-Q bonds in an amount not to exceed $20,383,129 of net proceeds for the purposes and in the manner specified in section 8, chapter 705, Oregon Laws 2013, plus an amount estimated by the State Treasurer to pay estimated bond-related costs.

(2) Out of the amount specified in section 1 (6)(m)(B) of this 2021 Act, the State Treasurer may issue Article XI-Q bonds in an amount not to exceed $94,500,000 of net proceeds for the purposes and in the manner specified in section 8, chapter 705, Oregon Laws 2013, plus an amount estimated by the State Treasurer to pay estimated bond-related costs.

(3) Out of the amount specified in section 1 (6)(m)(C) of this 2021 Act, the State Treasurer may issue Article XI-Q bonds in an amount not to exceed $11,700,000 of net proceeds for the purposes and in the manner specified in section 8, chapter 705, Oregon Laws 2013, plus an amount estimated by the State Treasurer to pay estimated bond-related costs.

(4) Out of the amount specified in section 1 (6)(m)(D) of this 2021 Act, the State Treasurer may issue Article XI-Q bonds in an amount not to exceed $15,900,000 of net proceeds for the purposes and in the manner specified in section 8, chapter 705, Oregon Laws 2013, plus an amount estimated by the State Treasurer to pay estimated bond-related costs.

(5) For purposes of sections 8 and 9, chapter 705, Oregon Laws 2013, and section 64, chapter 723, Oregon Laws 2013, bonds issued pursuant to this section are considered to be bonds issued pursuant to section 8, chapter 705, Oregon Laws 2013.

(6) Bonds may not be issued pursuant to section 1 (6)(m)(A), (B), (C) or (D) of this 2021 Act except as provided in this section.

SECTION 8. From the net proceeds of bonds issued under section 1 (6)(b)(C) of this 2021 Act, the Office of Emergency Management may expend a maximum of $2,000,000 for urban search and rescue preparedness equipment.

SECTION 9. A community college for which a project to be funded with general obligation bonds authorized to be issued under Article XI-G of the Oregon Constitution is approved in this 2021 Act may not request approval for an additional project to be funded with general obligation bonds authorized to be issued under Article XI-G of the Oregon Constitution until the beginning of the regular session of the Legislative assembly held in 2025, unless the
community college withdraws the project approved under this 2021 Act.

SECTION 10. (1) A public university that is carrying out a qualified project shall require each contractor in a contract with an estimated cost of $200,000 or greater to:

(a) Employ apprentices to perform 15 percent of the work hours that workers in apprenticeable occupations perform under the contract, in a manner consistent with the apprentices' respective apprenticeship training programs;

(b) Establish and execute a plan for outreach, recruitment and retention of women, minority individuals and veterans to perform work under the contract, with the aspirational target of having at least 15 percent of total work hours performed by individuals in one or more of those groups;

(c) Provide health insurance and retirement benefits to workers; and

(d) Require any subcontractor engaged by the contractor to abide by the requirements set forth in paragraphs (a), (b) and (c) of this subsection, if the work to be performed under the subcontract has an estimated cost of $200,000 or greater.

(2) On or before February 1 of each year, each public university that is carrying out a qualified project shall report to the Joint Committee on Ways and Means or Joint Interim Committee on Ways and Means, as part of the report required under ORS 350.379, on:

(a) The amount of work performed on qualified projects by apprentices;

(b) The amount of work performed on qualified projects by women, minority individuals and veterans; and

(c) The types and costs of health insurance and retirement benefits provided to workers by contractors and subcontractors.

(3) The requirements of this section are in addition to, and not in lieu of, the requirements imposed under ORS 350.379.

(4) As used in this section:

(a) “Apprentice” has the meaning given that term in ORS 660.010.

(b) “Apprenticeable occupation” has the meaning given that term in ORS 660.010.

(c) “Apprenticeship training program” means the total system of apprenticeship that a particular local joint committee, as defined in ORS 660.010, operates, including the local joint committee's registered standards and all other terms and conditions for qualifying, recruiting, selecting, employing and training apprentices in an apprenticeable occupation.

(d) “Minority individual” has the meaning given that term in ORS 200.005.

(e) “Qualified project” means the following capital construction projects:

(A) The Eastern Oregon University Inlow Hall Renovation, Phase II referenced in section 1 (1)(a) of this 2021 Act;

(B) The Oregon State University Cascades Student Success Center referenced in section 1 (1)(b)(A) of this 2021 Act;

(C) The Oregon State University Cordley Hall Renovation, Phase II referenced in section 1 (1)(b)(B) of this 2021 Act;

(D) The Portland State University Gateway Center Reuse and Extension referenced in section 1 (1)(c) of this 2021 Act;

(E) The University of Oregon Heritage Building Renovation referenced in section 1 (1)(d) of this 2021 Act; and

(F) The Western Oregon University Student Success Center referenced in section 1 (1)(e) of this 2021 Act.
(f) “Veteran” has the meaning given that term in ORS 408.225.
(g) “Woman” has the meaning given that term in ORS 200.005.

SECTION 11. This 2021 Act being necessary for the immediate preservation of the public peace, health and safety, an emergency is declared to exist, and this 2021 Act takes effect July 1, 2021.