

SUBCOMMITTEE RECOMMENDATION

SB 5701 Bonding Authorization

To:	Ways and Means Full Committee
From:	Capital Construction Subcommittee
Carrier:	Senator Steiner Hayward

SB 5701 amends the limits established during the 2021 legislative session for the maximum amount of bonds that state agencies may issue. The proceeds from the issuance of bonds are included as revenues in agency budgets. The bill also updates the allocations of federal tax-exempt private activity bond volume cap.

The Capital Construction Subcommittee recommendations include:

- \$30.2 million of Article XI-Q bonds to finance public university capital improvement and renewal.
- \$19.9 million of Article XI-Q bonds to finance the third phase of the Capitol Accessibility, Maintenance, and Safety (CAMS) project.
- \$4.4 million of additional Article XI-Q bonds for the Crook County courthouse project.
- \$83.7 million of additional Article XI-Q bonds for the new Oregon Liquor and Cannabis Commission warehouse and conveyor system that will be supported with Other Funds liquor revenues.
- \$18.1 million of Article XI-Q bonds for improvements to a state-owned facility and IT system that will be supported with Other Funds revenues.
- \$23.1 million of lottery revenue bonds to support three projects.

A detailed list of project amounts and descriptions is included in the budget report. The budget report also includes scope changes for previously approved projects. Bonds are scheduled to be sold in the spring of 2023, so no debt service payments are due in the 2021-23 biennium. Debt service on the additional bonding is estimated to be \$8.3 million General Fund and \$3.5 million Lottery Funds in the 2023-25 biennium.

The Capital Construction Subcommittee recommends SB 5701 be amended by the –4 amendment and be reported out do pass, as amended.