

SB 5543 BUDGET REPORT and MEASURE SUMMARY

Joint Committee On Ways and Means

Prepared By: Renee Klein, Department of Administrative Services

Reviewed By: Walt Campbell, Legislative Fiscal Office

Higher Education Coordinating Commission

2021-23

Department of Education

2021-23

Department of Administrative Services

2019-21

PRELIMINARY

Summary of Changes in Bonding Authority

Program Designation	2021-23 Legislatively Approved Budget ⁽¹⁾	2021-23 Committee Recommendation	2023 Session Legislative Adjustments
GENERAL OBLIGATION BONDS			
Dedicated Fund Obligations			
Higher Education Coordinating Comm. (Art. XI-F(1))	\$ 114,505,000	\$ 94,295,000	\$ (20,210,000)
Total General Obligation Bonds	\$ 114,505,000	\$ 94,295,000	\$ (20,210,000)

⁽¹⁾ Includes adjustments through December 2022

Summary of Capital Construction Subcommittee Action

Senate Bill 5543 makes changes to previously approved bond authorizations. No new bonds are authorized.

General Fund Obligations

The Subcommittee approved decreasing the bond authorization for a public university project included in the budget for the Higher Education Coordinating Commission. Article XI-F(1) general obligation bond authority was reduced by \$20,210,000 to reflect a reduced scope for the Oregon Institute of Technology’s new residence hall project. SB 5505 (2021) approved \$55,650,000 Article XI-F(1) general obligation bonds to construct a new facility for student housing with approximately 900 beds and study space on the Klamath Falls campus. The amended authorization of \$35,440,000, including \$35,000,000 for project costs and \$440,000 for costs of issuance, supports construction of a smaller residence hall with approximately 500 beds.

The Subcommittee approved a modification to the previously approved authorizations for the Oregon School for the Deaf included in the budget for the Department of Education. SB 5505 (2021) approved a total of \$5,635,000 Article XI-Q general obligation bonds for three separate projects: \$1,065,000 was approved for ADA restrooms, \$3,145,000 was approved for fire alarm system replacement, and \$1,425,000 was approved for windows upgrade. The bond authorizations were combined into a single project for the ADA restrooms, fire alarm system replacement, and window upgrades, allowing the agency to complete the three projects within the total amount approved. There is no change to the total Article XI-Q general obligation bond authorization.

Other Legislative Changes

The Subcommittee approved modifying the scope of the Department of Administrative Services' (DAS) state fair facilities capital improvements project authorized in HB 5005 (2019). Article XI-Q general obligation bonds of \$5,430,000, including \$5,325,925 for project costs and \$104,075 for costs of issuance, were originally approved to make capital improvements on multiple facilities at the Oregon State Fairgrounds. The original project scope included roof replacements on Cascade Hall and Columbia Hall and soffit replacement on the Jackman Long Building; HVAC replacements for Cascade Hall, Columbia Hall, Floral Building, and Jackman Long Building; interior ceiling improvements in Cascade Hall; exterior wall restoration on Columbia Hall and Jackman Long Building; concrete floor and interior wall improvements for Columbia Hall and interior wall improvements in Jackman Long Building; audiovisual and technology improvements for Cascade Hall; restroom upgrades in Columbia Hall and Jackman Long Building; mezzanine upgrades for Jackman Long Building; exterior doors and frames replacement at Jackman Long Building; interior wall surface upgrades in Cascade Hall and Amphitheater; concrete floor and walkway improvements at Cascade Hall; exterior glu-lam beams replacement for Cascade Hall; and improvements to various parking lots and asphalt areas.

The following components of the projects are no longer being completed to allow DAS and the Oregon State Fair Council to focus on the most essential elements of the project within the approved amount:

- soffit replacement on the Jackman Long Building
- mezzanine upgrades for the Jackman Long Building
- exterior doors and frames replacement on the Jackman Long Building
- improvements to various parking lots and asphalt areas

In addition, the project has also been updated to include the addition of high bay LED lighting in Columbia Hall and Jackman Long Building, which is anticipated to result in energy efficiencies and reduce operating costs.