

FISCAL IMPACT OF PROPOSED LEGISLATION

Measure: HB 5030 - 2

80th Oregon Legislative Assembly – 2019 Regular Session
Legislative Fiscal Office***Only Impacts on Original or Engrossed
Versions are Considered Official***

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Measure Description:

Authorizes the issuance of lottery revenue bonds for the 2019-21 biennium.

Government Unit(s) Affected:

Oregon Department of Veterans' Affairs (ODVA), Housing and Community Services Department (HCSD), Department of Administrative Services (DAS), Oregon Department of Transportation (ODOT), Water Resources Department (WRD), Oregon Parks and Recreation Department (OPRD), Oregon Business Development Department (OBDD), Higher Education Coordinating Commission (HECC)

Summary of Expenditure Impact: See Analysis

Summary of Revenue Impact: See Analysis

Analysis:

House Bill 5030 authorizes the issuance of lottery revenue bonds for specified projects.

A total of \$273,211,872 of net lottery bond proceeds are authorized to be spent on 37 projects funded in the following state agencies:

- Department of Administrative Services - \$61,331,872
- Department of Transportation - \$7,000,000
- Department of Veterans' Affairs - \$4,000,000
- Higher Education Coordinating Commission - \$6,500,000
- Housing and Community Services Department - \$40,000,000
- Oregon Business Development Department - \$106,380,000
- Parks and Recreation Department - \$5,000,000
- Water Resources Department - \$43,000,000

Bond costs of issuance are estimated to be \$5,040,491. Amounts issued for deposit into debt service reserve accounts are estimated to total \$24,252,637. HB 5005 establishes statutory lottery revenue bond authority of \$302,505,000 to allow for the issuance of lottery revenue bonds in HB 5030; generating proceeds for project costs, costs of issuance, and debt service reserves as detailed above.

Other Funds limitation to expend bond proceeds for project costs and pay for the cost of issuing bonds is included in the budget reconciliation (HB 5050) and capital construction (HB 5006) bills. Lottery revenue bonds are scheduled to be issued in the spring of 2021, so no debt service payments are due in the 2019-21 biennium. Lottery Funds debt service is estimated to be \$48,311,908 in the 2021-23 biennium and \$481,882,815 over the life of the bonds.