HB 5030-2 (LC 9030) 6/21/19 (DFY/ps)

Requested by JOINT COMMITTEE ON WAYS AND MEANS

PROPOSED AMENDMENTS TO HOUSE BILL 5030

On page 1 of the printed bill, line 2, after the second semicolon delete the rest of the line and lines 3 and 4 and insert "amending ORS 285B.551 and sections 13 and 14, chapter 746, Oregon Laws 2007, sections 4 and 10, chapter 906, Oregon Laws 2009, section 6, chapter 786, Oregon Laws 2013, and section 5 28, chapter 748, Oregon Laws 2017; and declaring an emergency.".

6 Delete lines 6 through 28 and delete pages 2 through 12 and insert:

7 **"SECTION 1.** ORS 285B.551 is amended to read:

8 "285B.551. (1) Pursuant to ORS 286A.560 to 286A.585, at the request of the 9 Oregon Department of Administrative Services, after the department consults 10 with the Oregon Business Development Department, the State Treasurer is 11 authorized to issue lottery bonds:

12 "(a) To provide financial and other assistance, including but not limited to loans and grants, to municipalities, ports and other persons and entities 13 in accordance with the laws governing use of moneys in the Special Public 14 Works Fund created by ORS 285B.455, the Water Fund created by ORS 15 285B.563, the Safe Drinking Water Revolving Loan Fund created by ORS 16 285A.213, the Oregon Port Revolving Fund created by ORS 285A.708, the 17 Brownfields Redevelopment Fund created by ORS 285A.188, the Oregon 18 Business Development Fund created by ORS 285B.092 and the Marine Navi-19 gation Improvement Fund created by ORS 777.267. 20

21 "(b) To fund Oregon's share of the costs of the Columbia River channel

1 deepening project.

"(c) To fund Oregon's share of the costs of studies and ecosystem restoration projects in the lower Columbia River estuary designed to improve
habitat for listed endangered or threatened species of Columbia River
anadromous salmonids.

6 "(2) The use of lottery bond proceeds is authorized based on the following 7 findings:

8 "(a) The financial and other assistance to municipalities, ports and other 9 persons and entities will assist in the establishment and expansion of busi-10 nesses in Oregon and in the construction, improvement and expansion of 11 infrastructure, community and port facilities and other facilities that com-12 prise the physical foundation for industrial and commercial activity and 13 provide the basic framework for continued and expanded economic opportu-14 nities and quality communities throughout Oregon.

"(b) The Columbia River channel deepening project is necessary to allow
newer, larger steamships access to Oregon and Washington deep draft ports.
A deeper shipping channel will allow the Columbia River to continue as a
world leader in agricultural exports and as a key trade corridor for farms
and businesses throughout Oregon and the region.

"(c) Such financial and other assistance to municipalities, ports and other 20persons and entities and the deepening of the Columbia River channel will 21therefore promote economic development within this state, and thus the use 22of net proceeds derived from the operation of the Oregon State Lottery to 23pay debt service on lottery bonds issued under this section to provide such 24financial and other assistance to municipalities, ports and other persons and 25entities and to pay a portion of the costs of deepening the Columbia River 26channel is an authorized use of state lottery funds under section 4, Article 27XV of the Oregon Constitution, and ORS 461.510. 28

29 "(d) The current lower Columbia River estuary habitat for listed endan-30 gered or threatened species of Columbia River anadromous salmonids could be improved through ecosystem restoration projects. The use of the Oregon State Lottery to pay debt service on lottery bonds issued under this section to pay for studying how the estuary could be improved and to pay for ecosystem restoration projects are authorized uses of state lottery funds.

"(3)(a) The aggregate principal amount of lottery bonds issued pursuant $\mathbf{5}$ to subsection (1)(a) of this section for financial and other assistance to 6 municipalities, ports and other persons and entities may not exceed the sum 7 of [\$336,226,252] \$366,226,252 and an additional amount estimated by the 8 State Treasurer to be necessary to pay bond-related costs. The aggregate 9 principal amount of lottery bonds issued pursuant to subsection (1)(b) of this 10 section for the Columbia River channel deepening project may not exceed the 11 sum of \$17.7 million and an additional amount estimated by the State 12 Treasurer to be necessary to pay bond-related costs. 13

"(b) The Oregon Department of Administrative Services may not request 14 the issuance of lottery bonds under subsection (1)(b) of this section until the 15 Director of the Oregon Business Development Department determines that 16 a final environmental impact statement has been issued and a record of de-17 cisions has been submitted to Congress by the United States Army Corps of 18 Engineers, Congress has authorized the Columbia River channel deepening 19 project, and the Washington sponsors' shares of the costs of the Columbia 20River channel deepening project have been committed. 21

"(4) The net proceeds of lottery bonds issued pursuant to subsection (1)(a)22and (b) of this section shall be deposited in the Economic Infrastructure 23Project Fund, which is hereby established in the State Treasury separate and 24distinct from the General Fund. Interest earned by the Economic 2526 Infrastructure Project Fund shall be credited to the fund. All moneys in the Economic Infrastructure Project Fund are continuously appropriated to the 27Oregon Business Development Department for any purpose for which moneys 28in the Special Public Works Fund created by ORS 285B.455 may be used, any 29 purpose for which moneys in the Water Fund created by ORS 285B.563 may 30

be used, any purpose for which moneys in the Safe Drinking Water Revolving 1 Loan Fund created by ORS 285A.213 may be used, any purpose for which $\mathbf{2}$ moneys in the Oregon Port Revolving Fund created by ORS 285A.708 may 3 be used, any purpose for which moneys in the Brownfields Redevelopment 4 Fund created by ORS 285A.188 may be used, any purpose for which moneys $\mathbf{5}$ in the Oregon Business Development Fund created by ORS 285B.092 may be 6 used and any purpose for which moneys in the Marine Navigation Improve-7 ment Fund created by ORS 777.267 may be used. The Director of the Oregon 8 Business Development Department shall allocate the moneys deposited in the 9 Economic Infrastructure Project Fund for the purposes described in this 10 subsection in accordance with the priorities developed by the Oregon Busi-11 ness Development Commission in accordance with ORS 285A.020. However, 12 the director shall transfer from the Economic Infrastructure Project Fund 13 and deposit into the Channel Deepening Account of the Marine Navigation 14 Improvement Fund the proceeds of any lottery bonds sold to finance a por-15 tion of the costs of the Columbia River channel deepening project. Upon 16 determining the relative allocation of moneys deposited in the Economic 17 Infrastructure Project Fund among the purposes described in this subsection, 18 the director shall transfer from the Economic Infrastructure Project Fund, 19 and deposit into each of the other funds described in this subsection, the 20amounts so allocated. Notwithstanding any other provision of law governing 21the funds described in this subsection, the funds described in this subsection 22may be credited with moneys transferred from the Economic Infrastructure 23Project Fund by the director in accordance with this subsection. 24

²⁵ "(5) The aggregate principal amount of lottery bonds issued pursuant to ²⁶ subsection (1)(c) of this section for the costs of studies and ecosystem resto-²⁷ ration projects in the lower Columbia River estuary may not exceed the sum ²⁸ of \$750,000 and an additional amount estimated by the State Treasurer to be ²⁹ necessary to pay bond-related costs. The net proceeds of lottery bonds issued ³⁰ pursuant to subsection (1)(c) of this section shall be deposited in the Oregon Business, Innovation and Trade Fund created by ORS 285A.227 and may be used only for the Oregon nonfederal share of United States Army Corps of Engineers Columbia River estuary projects authorized by Congress prior to August 9, 2001. The director may not request the issuance of lottery bonds under subsection (1)(c) of this section until Congress and Washington have authorized their respective shares of the costs of the studies and ecosystem restoration projects in the lower Columbia River estuary.

8 "(6) The proceeds of lottery bonds issued pursuant to this section may be 9 used only for the purposes set forth in this section and for bond-related costs.

"SECTION 2. (1) For the biennium beginning July 1, 2019, at the 10 request of the Oregon Department of Administrative Services, after 11 the department consults with the Oregon Business Development De-12partment, the State Treasurer is authorized to issue lottery bonds 13 pursuant to ORS 286A.560 to 286A.585 in an amount that produces \$5 14 million in net proceeds for the purposes described in subsection (2) of 15this section, plus an additional amount estimated by the State Treas-16 urer to be necessary to pay bond-related costs. 17

"(2) Net proceeds of lottery bonds issued under this section must
 be transferred to the Oregon Business Development Department for
 deposit in the Brownfields Redevelopment Fund established in ORS
 285A.188 for the purposes described in ORS 285A.185 and 285A.188.

"(3) The Legislative Assembly finds that the use of lottery bond proceeds will create jobs, further economic development, finance public education or restore and protect parks, beaches, watersheds and native fish and wildlife, and is authorized based on the following findings:

"(a) Redevelopment of industrial-zoned brownfields improves the
 economy by returning the assessed value of the properties to the real
 market value for property taxation purposes; and

30 "(b) The projects made possible through increased funding to eval-

uate, clean up and redevelop brownfields properties create jobs and
 further economic development.

"SECTION 3. (1) For the biennium beginning July 1, 2019, at the 3 request of the Oregon Department of Administrative Services, after 4 the department consults with the Water Resources Department, the $\mathbf{5}$ State Treasurer is authorized to issue lottery bonds pursuant to ORS 6 286A.560 to 286A.585 in an amount that produces \$25 million in net 7 proceeds for the purposes described in subsection (2) of this section, 8 plus an additional amount estimated by the State Treasurer to be 9 necessary to pay bond-related costs. 10

"(2) Net proceeds of lottery bonds issued under this section must
 be transferred to the Water Resources Department for deposit in the
 Water Supply Development Account established in ORS 541.656, in an
 amount sufficient to provide:

"(a) \$15 million in net proceeds to issue grants or loans to evaluate,
 plan and develop in-stream and out-of-stream statewide water devel opment projects.

"(b) \$10 million in net proceeds to the Deschutes Basin Board of
 Control to modernize irrigation delivery systems infrastructure in the
 Deschutes Basin by piping open canals.

"(3) The Legislative Assembly finds that the use of lottery bond proceeds will create jobs, further economic development, finance public education or restore and protect parks, beaches, watersheds and native fish and wildlife, and is authorized based on the following findings:

"(a) Having adequate drinking water systems, irrigation, drainage
 and healthy ecosystems enhances community development and sup ports Oregon's economic growth; and

"(b) Assisting local governments to mitigate losses resulting from
 reduced water supply for irrigation and retirement of water rights will

enhance community efforts to facilitate and promote economic
 growth.

"SECTION 4. (1) For the biennium beginning July 1, 2019, at the 3 request of the Oregon Department of Administrative Services, after 4 the department consults with the Water Resources Department, the $\mathbf{5}$ State Treasurer is authorized to issue lottery bonds pursuant to ORS 6 286A.560 to 286A.585 in an amount that produces \$4 million in net 7 proceeds for the purposes described in subsection (2) of this section, 8 plus an additional amount estimated by the State Treasurer to be 9 necessary to pay bond-related costs. 10

11 "(2) Net proceeds of lottery bonds issued under this section must 12 be transferred to the Water Resources Department for deposit in the 13 Water Resources Department Water Supply Fund, established in sec-14 tion 10, chapter 906, Oregon Laws 2009, for distribution to the City of 15 Newport for environmental permitting, planning and design costs for 16 replacement of the Big Creek Dams.

17 "(3) The Legislative Assembly finds that the use of lottery bond 18 proceeds will create jobs, further economic development, finance pub-19 lic education or restore and protect parks, beaches, watersheds and 20 native fish and wildlife, and is authorized based on the following 21 findings:

"(a) Having adequate drinking water systems, irrigation, drainage
 and healthy ecosystems enhances community development and sup ports Oregon's economic growth; and

"(b) Assisting local governments to mitigate losses resulting from
 reduced water supply for irrigation and retirement of water rights will
 enhance community efforts to facilitate and promote economic
 growth.

²⁹ "<u>SECTION 5.</u> (1) For the biennium beginning July 1, 2019, at the ³⁰ request of the Oregon Department of Administrative Services, after the department consults with the Water Resources Department, the State Treasurer is authorized to issue lottery bonds pursuant to ORS 286A.560 to 286A.585 in an amount that produces \$14 million in net proceeds for the purposes described in subsection (2) of this section, plus an additional amount estimated by the State Treasurer to be necessary to pay bond-related costs.

"(2) Net proceeds of lottery bonds issued under this section must
be transferred to the Water Resources Department for deposit in the
Water Resources Department Water Supply Fund, established in section 10, chapter 906, Oregon Laws 2009, for distribution to the Wallowa
Lake Irrigation District for rehabilitation of the Wallowa Lake Dam.

"(3) Lottery bonds authorized under this section may not be issued
 unless:

"(a) The Wallowa Lake Irrigation District, State Department of
 Fish of Wildlife, Confederated Tribes of the Umatilla Indian Reserva tion and Nez Perce Tribe enter into an agreement regarding the pro tection and release of instream water from the Wallowa Lake Dam;
 and

"(b) The Wallowa Lake Irrigation District submits a copy of the
 executed agreement to the Water Resources Department.

"(4) The Legislative Assembly finds that the use of lottery bond proceeds will create jobs, further economic development, finance public education or restore and protect parks, beaches, watersheds and native fish and wildlife, and is authorized based on the following findings:

"(a) Having adequate drinking water systems, irrigation, drainage
 and healthy ecosystems enhances community development and sup ports Oregon's economic growth; and

"(b) Assisting local governments to mitigate losses resulting from
 reduced water supply for irrigation and retirement of water rights will

enhance community efforts to facilitate and promote economic
 growth.

"SECTION 6. Section 10, chapter 906, Oregon Laws 2009, as amended by
section 5, chapter 624, Oregon Laws 2011, and section 14, chapter 812, Oregon
Laws 2015, is amended to read:

6 "Sec. 10. (1) The Water Resources Department Water Supply Fund is es-7 tablished separate and distinct from the General Fund. Interest earned on 8 moneys deposited in the Water Resources Department Water Supply Fund 9 shall be credited to the fund. Moneys in the fund are continuously appro-10 priated to the Water Resources Department.

11 "(2) The Water Resources Department Water Supply Fund consists of:

"(a) Net proceeds of lottery bonds issued pursuant to sections 8 and 9,
 chapter 906, Oregon Laws 2009, deposited into the Water Resources Depart ment Water Supply Fund for the following purposes:

"(A) \$2,500,000 for the purposes of issuing grants to develop Umatilla
 Basin critical ground water storage projects described in section 17, chapter
 907, Oregon Laws 2009, and to provide or pay for services in connection with
 those projects.

"(B) \$217,000 to pay for the operation of loan and grant programs under
 sections 18 to 27, chapter 907, Oregon Laws 2009.

"(C) \$283,000 for the purpose of developing an integrated state water resources strategy to implement the state water resources policy pursuant to ORS 536.220 and section 45, chapter 907, Oregon Laws 2009.

"(D) \$500,000 for purposes of the grant program established by section 1,
chapter 13, Oregon Laws 2008.

"(b) Net proceeds of lottery bonds issued pursuant to section 4, chapter 624, Oregon Laws 2011, in an amount sufficient to provide \$1,229,052 in net proceeds and interest earnings for the department to finance grants for feasibility studies for water conservation, reuse and storage projects.

30 "(c) \$11 million in net proceeds and interest earnings pursuant to section

1 13 [of this 2015 Act], chapter 812, Oregon Laws 2015, to develop and im-2 plement water storage systems and delivery infrastructure, implement con-3 servation and reuse projects or provide access to new water supplies.

"(d) \$750,000 in net proceeds and interest earnings pursuant to section 13
[of this 2015 Act], chapter 812, Oregon Laws 2015, to provide grants for
place-based planning.

"(e) \$1 million in net proceeds and interest earnings pursuant to section
13 [of this 2015 Act], chapter 812, Oregon Laws 2015, to repair, replace or
remediate water wells in the Mosier Creek area.

"(f) \$4 million in net proceeds pursuant to section 4 of this 2019 Act
 for environmental permitting, planning and design costs for replace ment of the Big Creek Dams.

"(g) \$14 million in net proceeds pursuant to section 5 of this 2019
 Act for rehabilitation of the Wallowa Lake Dam.

"[(f)] (h) Any other fees, revenues or income deposited in the fund by the
Legislative Assembly.

"SECTION 7. Section 4, chapter 906, Oregon Laws 2009, as amended by
section 3, chapter 624, Oregon Laws 2011, section 19, chapter 786, Oregon
Laws 2013, section 15, chapter 121, Oregon Laws 2014, section 37, chapter 812,
Oregon Laws 2015, section 4, chapter 66, Oregon Laws 2016, and section 7,
chapter 748, Oregon Laws 2017, is amended to read:

"Sec. 4. (1) Pursuant to ORS 286A.560 to 286A.585, at the request of the 22Oregon Department of Administrative Services, after the department consults 23with the Housing and Community Services Department, the State Treasurer 24is authorized to issue lottery bonds for the Housing and Community Services 25Department to provide financial assistance to aid in the acquisition, reno-26vation or maintenance of [section 8 housing or other housing with federal rent 27subsidies] properties with project-based federal rental assistance con-28tracts, public housing undergoing significant recapitalization or pub-29 licly supported housing as defined in ORS 456.250, or to preserve the 30

1 affordability of manufactured dwelling parks.

"(2) The use of lottery bond proceeds is authorized based on the following
findings:

"(a) Individuals who are at risk of homelessness or who otherwise pay a
disproportionate share of income for housing increase their potential for
self-sufficiency, and use proportionately fewer community-funded resources
when they are provided a stable housing environment.

8 "(b) Having housing for at-risk populations is essential to Oregon's
9 healthy economic growth.

"(3) The aggregate principal amount of lottery bonds issued pursuant to
subsection (1) of this section may not exceed the amount of [\$58,801,718] **\$83,801,718** plus an additional amount estimated by the State Treasurer to
be necessary to pay bond-related costs as defined in ORS 286A.560.

"SECTION 8. (1) For the biennium beginning July 1, 2019, at the 14 request of the Oregon Department of Administrative Services, after 15 the department consults with the Housing and Community Services 16 Department, the State Treasurer is authorized to issue lottery bonds 17 pursuant to ORS 286A.560 to 286A.585 in an amount that produces \$15 18 million in net proceeds for the purposes described in subsection (2) of 19 this section, plus an additional amount estimated by the State Treas-20urer to be necessary to pay bond-related costs. 21

"(2) Net proceeds of lottery bonds issued under this section must be transferred to the Housing and Community Services Department for deposit in the Housing Acquisition Fund, established in section 9 of this 2019 Act, to provide funding for loans to purchasers of naturally occurring affordable housing.

"(3) The Legislative Assembly finds that the use of lottery bond proceeds will create jobs, further economic development, finance public education or restore and protect parks, beaches, watersheds and native fish and wildlife, and is authorized based on the following 1 findings:

"(a) Providing financing to purchasers of naturally occurring affordable housing aids in prevention of displacement of existing low and
moderate income residents, providing stable housing to promote selfsufficiency; and

6 "(b) Preserving quality housing to aid in preventing homelessness
7 is essential to Oregon's healthy economic growth.

"SECTION 9. (1) The Housing Acquisition Fund is established in the 8 9 State Treasury, separate and distinct from the General Fund. Interest earned by the Housing Acquisition Fund must be credited to the fund. 10 The Housing Acquisition Fund consists of moneys deposited in the 11 fund under section 8 of this 2019 Act and may include moneys appro-12 priated, allocated, deposited or transferred to the fund by the Legisla-13 tive Assembly or otherwise and interest earned on moneys in the fund. 14 "(2) Moneys in the fund are continuously appropriated to the 15 Housing and Community Services Department for disbursement for 16 the purposes set forth in section 8 of this 2019 Act. 17

"SECTION 10. (1) For the biennium beginning July 1, 2019, at the 18 request of the Oregon Department of Administrative Services, after 19 the department consults with the Oregon Coast Aquarium, the State 20Treasurer is authorized to issue lottery bonds pursuant to ORS 21286A.560 to 286A.585 in an amount that produces \$5 million in net 22proceeds for the purposes described in subsection (2) of this section, 23plus an additional amount estimated by the State Treasurer to be 24necessary to pay bond-related costs. 25

"(2) Net proceeds of lottery bonds issued under this section must
be transferred to the department for deposit in the ODAS Economic
Development Distributions Fund established under ORS 461.553 for
distribution to the Oregon Coast Aquarium for capital improvements
to the Oregon Coast Aquarium in Newport, including construction of

1 a marine wildlife rehabilitation and education center.

2 "(3) The Legislative Assembly finds that the use of lottery bond 3 proceeds will create jobs, further economic development, finance pub-4 lic education or restore and protect parks, beaches, watersheds and 5 native fish and wildlife, and is authorized based on the following 6 findings:

"(a) Providing financing to enhance the educational resources of
the Oregon Coast Aquarium promotes learning about the coastal environment, sustainable practices and marine science careers; and

"(b) Providing facilities to treat and rehabilitate stranded and en dangered marine wildlife animals will help to protect aquatic life im portant to the Oregon coast.

"SECTION 11. (1) For the biennium beginning July 1, 2019, at the 13 request of the Oregon Department of Administrative Services, after 14 the department consults with the Center for Hope and Safety, the 15State Treasurer is authorized to issue lottery bonds pursuant to ORS 16 286A.560 to 286A.585 in an amount that produces \$2.5 million in net 17 proceeds for the purposes described in subsection (2) of this section, 18 plus an additional amount estimated by the State Treasurer to be 19 necessary to pay bond-related costs. 20

"(2) Net proceeds of lottery bonds issued under this section must 21be transferred to the department for deposit in the ODAS Economic 22Development Distributions Fund established under ORS 461.553 for 23distribution to the Center for Hope and Safety for construction of 24HOPE Plaza at the site of the former Greyhound Bus Terminal in 25Salem, which will include space for businesses that provide job train-26ing and services to survivors of domestic violence, sexual assault, 27stalking and human trafficking, as well as transitional and permanent 28housing for survivors. 29

30 "(3) The Legislative Assembly finds that the use of lottery bond

proceeds will create jobs, further economic development, finance public education or restore and protect parks, beaches, watersheds and
native fish and wildlife, and is authorized based on the following
findings:

"(a) Programs that support survivors reduce the financial and economic burden domestic violence imposes on individuals and the community;

"(b) Providing services and job training to survivors increases their
workforce participation and productivity; and

"(c) Having housing for at-risk populations is essential to Oregon's
 healthy economic growth.

"SECTION 12. (1) For the biennium beginning July 1, 2019, at the 12request of the Oregon Department of Administrative Services, after 13 the department consults with the City of Gresham, the State Treas-14 urer is authorized to issue lottery bonds pursuant to ORS 286A.560 to 15286A.585 in an amount that produces \$2 million in net proceeds for the 16 purposes described in subsection (2) of this section, plus an additional 17 amount estimated by the State Treasurer to be necessary to pay 18 bond-related costs. 19

"(2) Net proceeds of lottery bonds issued under this section must be transferred to the department for deposit in the ODAS Economic Development Distributions Fund established under ORS 461.553 for distribution to the City of Gresham for expansion of the Gradin Community Sports Park to include additional fields and amenities.

"(3) The Legislative Assembly finds that the use of lottery bond proceeds will create jobs, further economic development, finance public education or restore and protect parks, beaches, watersheds and native fish and wildlife, and is authorized based on the finding that improving access to sports and recreation services will enhance the economic viability of the region, create jobs and improve the quality 1 of life for the community.

"SECTION 13. (1) For the biennium beginning July 1, 2019, at the $\mathbf{2}$ request of the Oregon Department of Administrative Services, after 3 the department consults with the City of Roseburg, the State Treas-4 urer is authorized to issue lottery bonds pursuant to ORS 286A.560 to $\mathbf{5}$ 286A.585 in an amount that produces \$10 million in net proceeds for the 6 purposes described in subsection (2) of this section, plus an additional 7 amount estimated by the State Treasurer to be necessary to pay 8 bond-related costs. 9

10 "(2) Net proceeds of lottery bonds issued under this section must 11 be transferred to the department for deposit in the ODAS Economic 12 Development Distributions Fund established under ORS 461.553 for 13 distribution to the City of Roseburg for the Southern Oregon Medical 14 Workforce Center project, which will establish a medical training fa-15 cility in Roseburg.

"(3) Lottery bonds authorized under this section may not be issued
 until the City of Roseburg certifies that:

"(a) The Southern Oregon Medical Workforce Center project has
 successfully completed the Oregon Solutions process; and

"(b) Matching funds in an amount at least equal to the amount of
net proceeds of lottery bonds issued under this section are available
to the city for the purpose described in subsection (2) of this section.

"(4) The Legislative Assembly finds that the use of lottery bond proceeds will create jobs, further economic development, finance public education or restore and protect parks, beaches, watersheds and native fish and wildlife, and is authorized based the finding that training the state's healthcare workforce is essential to Oregon's healthy economic growth.

²⁹ "<u>SECTION 14.</u> (1) For the biennium beginning July 1, 2019, at the ³⁰ request of the Oregon Department of Administrative Services, after the department consults with the Curry Health District, the State Treasurer is authorized to issue lottery bonds pursuant to ORS 286A.560 to 286A.585 in an amount that produces \$2 million in net proceeds for the purposes described in subsection (2) of this section, plus an additional amount estimated by the State Treasurer to be necessary to pay bond-related costs.

"(2) Net proceeds of lottery bonds issued under this section must be transferred to the department for deposit in the ODAS Economic Development Distributions Fund established under ORS 461.553 for distribution to the Curry Health District for creation of an emergency room, including acquisition of emergency services equipment, in the Curry Medical Center in Brookings.

"(3) The Legislative Assembly finds that the use of lottery bond proceeds will create jobs, further economic development, finance public education or restore and protect parks, beaches, watersheds and native fish and wildlife, and is authorized based on the finding that emergency services are necessary components of a climate that facilitates and encourages economic development.

"SECTION 15. (1) For the biennium beginning July 1, 2019, at the 19 request of the Oregon Department of Administrative Services, after 20the department consults with the Eugene Family YMCA, the State 21Treasurer is authorized to issue lottery bonds pursuant to ORS 22286A.560 to 286A.585 in an amount that produces \$15 million in net 23proceeds for the purposes described in subsection (2) of this section, 24plus an additional amount estimated by the State Treasurer to be 25necessary to pay bond-related costs. 26

"(2) Net proceeds of lottery bonds issued under this section must
be transferred to the department for deposit in the ODAS Economic
Development Distributions Fund established under ORS 461.553 for
distribution to the Eugene Family YMCA to construct a new YMCA

facility in Eugene. 1

"(3) The Legislative Assembly finds that the use of lottery bond $\mathbf{2}$ proceeds will create jobs, further economic development, finance pub-3 lic education or restore and protect parks, beaches, watersheds and 4 native fish and wildlife, and is authorized based on the finding that $\mathbf{5}$ improving access to sports and recreation services will enhance the 6 economic viability of the region, create jobs and improve the quality 7 of life for the community. 8

"SECTION 16. (1) For the biennium beginning July 1, 2019, at the 9 request of the Oregon Department of Administrative Services, after 10 the department consults with the Hacienda Community Development 11 Corporation, the State Treasurer is authorized to issue lottery bonds 12pursuant to ORS 286A.560 to 286A.585 in an amount that produces \$2 13 million in net proceeds for the purposes described in subsection (2) of 14 this section, plus an additional amount estimated by the State Treas-15urer to be necessary to pay bond-related costs. 16

"(2) Net proceeds of lottery bonds issued under this section must 17 be transferred to the department for deposit in the ODAS Economic 18 Development Distributions Fund established under ORS 461.553 for 19 distribution to the Hacienda Community Development Corporation for 20construction of community spaces in the Las Adelitas housing project. 21"(3) The Legislative Assembly finds that the use of lottery bond 22proceeds will create jobs, further economic development, finance pub-23lic education or restore and protect parks, beaches, watersheds and 24native fish and wildlife, and is authorized based on the finding that 25creation of community spaces will accommodate youth and family 26services, economic opportunity services and small business develop-27ment services, which facilitate and encourage economic development. 28"SECTION 17. (1) For the biennium beginning July 1, 2019, at the 29 request of the Oregon Department of Administrative Services, after

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the department consults with Jefferson County, the State Treasurer is authorized to issue lottery bonds pursuant to ORS 286A.560 to 286A.585 in an amount that produces \$4.1 million in net proceeds for the purposes described in subsection (2) of this section, plus an additional amount estimated by the State Treasurer to be necessary to pay bond-related costs.

7 "(2) Net proceeds of lottery bonds issued under this section must 8 be transferred to the department for deposit in the ODAS Economic 9 Development Distributions Fund established under ORS 461.553 for 10 distribution to Jefferson County for construction of the Jefferson 11 County Health and Wellness Center, including associated utility, 12 transit and parking infrastructure.

"(3) The Legislative Assembly finds that the use of lottery bond proceeds will create jobs, further economic development, finance public education or restore and protect parks, beaches, watersheds and native fish and wildlife, and is authorized based on the finding that expanding access to health care for all members of the workforce will promote economic development.

"SECTION 18. (1) For the biennium beginning July 1, 2019, at the 19 request of the Oregon Department of Administrative Services, after 20the department consults with Multnomah County School District No. 217, the State Treasurer is authorized to issue lottery bonds pursuant to 22ORS 286A.560 to 286A.585 in an amount that produces \$2,331,872 in net 23proceeds for the purposes described in subsection (2) of this section, 24plus an additional amount estimated by the State Treasurer to be 25necessary to pay bond-related costs. 26

"(2) Net proceeds of lottery bonds issued under this section must
be transferred to the department for deposit in the ODAS Economic
Development Distributions Fund established under ORS 461.553 for
distribution to Multnomah County School District No. 7 for con-

struction of a school-based health center at Reynolds High School in
 Troutdale. The project also includes renovation of existing classroom
 space to establish a temporary health center that will be restored upon
 completion of the permanent health center.

5 "(3) The Legislative Assembly finds that the use of lottery bond 6 proceeds will create jobs, further economic development, finance pub-7 lic education or restore and protect parks, beaches, watersheds and 8 native fish and wildlife, and is authorized based on the following 9 findings:

"(a) Funding construction of public school facilities finances public
 education; and

"(b) Student access to healthcare services improves educational
 outcomes and attainment.

"SECTION 19. (1) For the biennium beginning July 1, 2019, at the 14 request of the Oregon Department of Administrative Services, after 15 the department consults with Parrott Creek Child and Family Ser-16 vices, the State Treasurer is authorized to issue lottery bonds pursu-17 ant to ORS 286A.560 to 286A.585 in an amount that produces \$3.5 18 million in net proceeds for the purposes described in subsection (2) of 19 this section, plus an additional amount estimated by the State Treas-20urer to be necessary to pay bond-related costs. 21

"(2) Net proceeds of lottery bonds issued under this section must 22be transferred to the department for deposit in the ODAS Economic 23Development Distributions Fund established under ORS 461.553 for 24distribution to Parrott Creek Child and Family Services to update and 25renovate buildings using trauma-informed designs to better serve 26high-need children and teens in the juvenile and child welfare systems. 27"(3) The Legislative Assembly finds that the use of lottery bond 28proceeds will create jobs, further economic development, finance pub-29 lic education or restore and protect parks, beaches, watersheds and 30

native fish and wildlife, and is authorized based on the finding that
 expanding programs and services for at-risk youth will facilitate and
 encourage economic development.

"SECTION 20. (1) For the biennium beginning July 1, 2019, at the 4 request of the Oregon Department of Administrative Services, after $\mathbf{5}$ the department consults with the Port of Cascade Locks, the State 6 Treasurer is authorized to issue lottery bonds pursuant to ORS 7 286A.560 to 286A.585 in an amount that produces \$2.4 million in net 8 proceeds for the purposes described in subsection (2) of this section, 9 plus an additional amount estimated by the State Treasurer to be 10 necessary to pay bond-related costs. 11

"(2) Net proceeds of lottery bonds issued under this section must be transferred to the department for deposit in the ODAS Economic Development Distributions Fund established under ORS 461.553 for distribution to the Port of Cascade Locks to construct buildings and upgrade and expand infrastructure in the Port of Cascade Locks Business Park.

"(3) The Legislative Assembly finds that the use of lottery bond 18 proceeds will create jobs, further economic development, finance pub-19 lic education or restore and protect parks, beaches, watersheds and 20native fish and wildlife, and is authorized based on the finding that 21assisting in the establishment and expansion of businesses in Oregon 22and in the construction, improvement and expansion of infrastructure 23that comprises the physical foundation for industrial and commercial 24activities provide the basic framework for continued and expanded 25economic opportunities and quality communities. 26

27 "SECTION 21. (1) For the biennium beginning July 1, 2019, at the 28 request of the Oregon Department of Administrative Services, after 29 the department consults with the Port of Morrow, the State Treasurer 30 is authorized to issue lottery bonds pursuant to ORS 286A.560 to 286A.585 in an amount that produces \$1.4 million in net proceeds for
the purposes described in subsection (2) of this section, plus an additional amount estimated by the State Treasurer to be necessary to pay
bond-related costs.

5 "(2) Net proceeds of lottery bonds issued under this section must 6 be transferred to the department for deposit in the ODAS Economic 7 Development Distributions Fund established under ORS 461.553 for 8 distribution to the Port of Morrow for expansion of the Early Learning 9 Center at the Port of Morrow.

10 "(3) The Legislative Assembly finds that the use of lottery bond 11 proceeds will create jobs, further economic development, finance pub-12 lic education or restore and protect parks, beaches, watersheds and 13 native fish and wildlife, and is authorized based on the following 14 findings:

"(a) More Oregonians will attend workforce training if early edu cation options are available for their children. Greater numbers of
 Oregonians who are trained in workforce skills will lead to enhanced
 economic development.

"(b) Early education is a necessary component of a climate that
 facilitates and encourages economic development.

"SECTION 22. (1) For the biennium beginning July 1, 2019, at the 21request of the Oregon Department of Administrative Services, after 22the department consults with Umatilla County, the State Treasurer is 23authorized to issue lottery bonds pursuant to ORS 286A.560 to 286A.585 24in an amount that produces \$1.6 million in net proceeds for the pur-25poses described in subsection (2) of this section, plus an additional 26amount estimated by the State Treasurer to be necessary to pay 27bond-related costs. 28

29 "(2) Net proceeds of lottery bonds issued under this section must
 30 be transferred to the department for deposit in the ODAS Economic

Development Distributions Fund established under ORS 461.553 for 1 distribution to Umatilla County for renovation and expansion of the $\mathbf{2}$ Umatilla County Jail to provide space for mental health care services. 3 "(3) The Legislative Assembly finds that the use of lottery bond 4 proceeds will create jobs, further economic development, finance pub- $\mathbf{5}$ lic education or restore and protect parks, beaches, watersheds and 6 native fish and wildlife, and is authorized based on the finding that 7 public safety facilities and services are necessary components of a 8 climate that facilitates and encourages economic development. 9

"SECTION 23. (1) For the biennium beginning July 1, 2019, at the 10 request of the Oregon Department of Administrative Services, after 11 the department consults with the Wallowa Valley Center for Wellness, 12 the State Treasurer is authorized to issue lottery bonds pursuant to 13 ORS 286A.560 to 286A.585 in an amount that produces \$2.5 million in 14 net proceeds for the purposes described in subsection (2) of this sec-15tion, plus an additional amount estimated by the State Treasurer to 16 be necessary to pay bond-related costs. 17

18 "(2) Net proceeds of lottery bonds issued under this section must 19 be transferred to the department for deposit in the ODAS Economic 20 Development Distributions Fund established under ORS 461.553 for 21 distribution to the Wallowa Valley Center for Wellness to build an 22 integrated health services facility in Enterprise.

"(3) The Legislative Assembly finds that the use of lottery bond proceeds will create jobs, further economic development, finance public education or restore and protect parks, beaches, watersheds and native fish and wildlife, and is authorized based on the finding that expanding access to health and mental health care for all members of the workforce will promote economic development.

²⁹ "<u>SECTION 24.</u> (1) For the biennium beginning July 1, 2019, at the ³⁰ request of the Oregon Department of Administrative Services, after the department consults with the YMCA of Columbia-Willamette, the State Treasurer is authorized to issue lottery bonds pursuant to ORS 286A.560 to 286A.585 in an amount that produces \$5 million in net proceeds for the purposes described in subsection (2) of this section, plus an additional amount estimated by the State Treasurer to be necessary to pay bond-related costs.

"(2) Net proceeds of lottery bonds issued under this section must 7 be transferred to the department for deposit in the ODAS Economic 8 Development Distributions Fund established under ORS 461.553 for 9 distribution to the YMCA of Columbia-Willamette to purchase the 10 Beaverton Hoop YMCA property, which encompasses approximately 11 five acres and two buildings. The project also includes repurposing the 12second building to accommodate addition of a Child Development 13 Center and YMCA office space. 14

"(3) The Legislative Assembly finds that the use of lottery bond proceeds will create jobs, further economic development, finance public education or restore and protect parks, beaches, watersheds and native fish and wildlife, and is authorized based on the finding that improving access to sports and recreation services will enhance the economic viability of the region, create jobs and improve the quality of life for the community.

"SECTION 25. (1) For the biennium beginning July 1, 2019, at the 22request of the Oregon Department of Administrative Services, after 23the department consults with the Higher Education Coordinating 24Commission, the State Treasurer is authorized to issue lottery bonds 25pursuant to ORS 286A.560 to 286A.585 in an amount that produces \$6.5 26million in net proceeds for the purposes described in subsection (2) of 27this section, plus an additional amount estimated by the State Treas-28urer to be necessary to pay bond-related costs. 29

30 "(2) Net proceeds of lottery bonds issued under this section must

be transferred to the Higher Education Coordinating Commission for deposit in the Facility for Agricultural Resource Management Fund, established in section 26 of this 2019 Act, to provide a grant to the Blue Mountain Community College to design and construct a new facility for animal science programs, including veterinary technician, livestock breeding and equine health management.

"(3) The Legislative Assembly finds that the use of lottery bond proceeds will create jobs, further economic development, finance public education or restore and protect parks, beaches, watersheds and native fish and wildlife, and is authorized based on the following findings:

"(a) Providing financing to build a community college agricultural
 education building expands opportunities for hands-on learning; and
 "(b) Having facilities to prepare students for agricultural careers
 helps to support Oregon's rural agricultural economy.

"SECTION 26. (1) The Facility for Agricultural Resource Manage-16 ment Fund is established in the State Treasury, separate and distinct 17 from the General Fund. Interest earned by the Facility for Agricul-18 tural Resource Management Fund must be credited to the fund. The 19 Facility for Agricultural Resource Management Fund consists of 20moneys deposited in the fund under section 25 of this 2019 Act and 21may include moneys appropriated, allocated, deposited or transferred 22to the fund by the Legislative Assembly or otherwise and interest 23earned on moneys in the fund. 24

"(2) Moneys in the fund are continuously appropriated to the Higher
 Education Coordinating Commission for disbursement for the purposes
 set forth in section 25 of this 2019 Act.

28 "<u>SECTION 27.</u> (1) For the biennium beginning July 1, 2019, at the 29 request of the Oregon Department of Administrative Services, after 30 the department consults with the Oregon Business Development Department, the State Treasurer is authorized to issue lottery bonds pursuant to ORS 286A.560 to 286A.585 in an amount that produces \$1.88 million in net proceeds for the purposes described in subsection (2) of this section, plus an additional amount estimated by the State Treasurer to be necessary to pay bond-related costs.

"(2) Net proceeds of lottery bonds issued under this section must 6 be transferred to the Oregon Business Development Department for 7 deposit in the OBDD Economic Development Distributions Fund es-8 tablished under section 28, chapter 748, Oregon Laws 2017, for distrib-9 ution to the City of Mill City for storm drainage system improvements. 10 "(3) The Legislative Assembly finds that the use of lottery bond 11 proceeds will create jobs, further economic development, finance pub-12 lic education or restore and protect parks, beaches, watersheds and 13 native fish and wildlife, and is authorized based on the finding that 14 stormwater systems are an integral part of the commercial and in-15 dustrial infrastructure of this state, and improvements to stormwater 16 systems will promote economic development in this state. 17

"SECTION 28. (1) For the biennium beginning July 1, 2019, at the 18 request of the Oregon Department of Administrative Services, after 19 the department consults with the Oregon Business Development De-20partment, the State Treasurer is authorized to issue lottery bonds 21pursuant to ORS 286A.560 to 286A.585 in an amount that produces \$20 22million in net proceeds for the purposes described in subsection (2) of 23this section, plus an additional amount estimated by the State Treas-24urer to be necessary to pay bond-related costs. 25

"(2) Net proceeds of lottery bonds issued under this section must be transferred to the Oregon Business Development Department for deposit in the OBDD Economic Development Distributions Fund established under section 28, chapter 748, Oregon Laws 2017, for distribution to the City of Salem for drinking water system improvements. "(3) The Legislative Assembly finds that the use of lottery bond proceeds will create jobs, further economic development, finance public education or restore and protect parks, beaches, watersheds and native fish and wildlife, and is authorized based on the finding that drinking water systems are an integral part of the commercial and industrial infrastructure of this state, and improvements to drinking water systems will promote economic development in this state.

"SECTION 29. (1) For the biennium beginning July 1, 2019, at the 8 request of the Oregon Department of Administrative Services, after 9 the department consults with the Oregon Business Development De-10 partment, the State Treasurer is authorized to issue lottery bonds 11 pursuant to ORS 286A.560 to 286A.585 in an amount that produces \$7 12 million in net proceeds for the purposes described in subsection (2) of 13 this section, plus an additional amount estimated by the State Treas-14 urer to be necessary to pay bond-related costs. 15

16 "(2) Net proceeds of lottery bonds issued under this section must 17 be transferred to the Oregon Business Development Department for 18 deposit in the OBDD Economic Development Distributions Fund es-19 tablished under section 28, chapter 748, Oregon Laws 2017, for distrib-20 ution to the City of Sweet Home for rehabilitating the Sweet Home 21 Wastewater Treatment Plant.

"(3) The Legislative Assembly finds that the use of lottery bond proceeds will create jobs, further economic development, finance public education or restore and protect parks, beaches, watersheds and native fish and wildlife, and is authorized based on the finding that wastewater treatment systems are an integral part of the commercial and industrial infrastructure of this state, and improvement of a wastewater treatment plant will promote economic development.

²⁹ "<u>SECTION 30.</u> (1) For the biennium beginning July 1, 2019, at the ³⁰ request of the Oregon Department of Administrative Services, after the department consults with the Oregon Business Development Department, the State Treasurer is authorized to issue lottery bonds pursuant to ORS 286A.560 to 286A.585 in an amount that produces \$7.8 million in net proceeds for the purposes described in subsection (2) of this section, plus an additional amount estimated by the State Treasurer to be necessary to pay bond-related costs.

"(2) Net proceeds of lottery bonds issued under this section must 7 be transferred to the Oregon Business Development Department for 8 deposit in the OBDD Economic Development Distributions Fund es-9 tablished under section 28, chapter 748, Oregon Laws 2017, for distrib-10 ution to the Confederated Tribes of the Warm Springs Reservation of 11 **Oregon for improvements to the Warm Springs Wastewater Treatment** 12 Plant, installation of water meters and improvements to the water 13 distribution system. 14

"(3) The Legislative Assembly finds that the use of lottery bond 15 proceeds will create jobs, further economic development, finance pub-16 lic education or restore and protect parks, beaches, watersheds and 17 native fish and wildlife, and is authorized based on the finding that 18 water and wastewater treatment systems are an integral part of the 19 commercial and industrial infrastructure of this state, and improve-20ments to water and wastewater treatment systems will promote eco-21nomic development. 22

"SECTION 31. (1) For the biennium beginning July 1, 2019, at the 23request of the Oregon Department of Administrative Services, after 24the department consults with the Oregon Business Development De-25partment, the State Treasurer is authorized to issue lottery bonds 26pursuant to ORS 286A.560 to 286A.585 in an amount that produces \$1.7 27million in net proceeds for the purposes described in subsection (2) of 28this section, plus an additional amount estimated by the State Treas-29 urer to be necessary to pay bond-related costs. 30

1 "(2) Net proceeds of lottery bonds issued under this section must 2 be transferred to the Oregon Business Development Department for 3 deposit in the OBDD Economic Development Distributions Fund es-4 tablished under section 28, chapter 748, Oregon Laws 2017, for distrib-5 ution to the City of Hood River for replacement of the Hood River 6 waterfront storm water line.

"(3) The Legislative Assembly finds that the use of lottery bond proceeds will create jobs, further economic development, finance public education or restore and protect parks, beaches, watersheds and native fish and wildlife, and is authorized based on the finding that stormwater systems are an integral part of the commercial and industrial infrastructure of this state and improvements to storm water systems will promote economic development in this state.

"SECTION 32. Section 28, chapter 748, Oregon Laws 2017, is amended to
 read:

"Sec. 28. (1) The OBDD Economic Development Distributions Fund is 16 established in the State Treasury, separate and distinct from the General 17 Fund. Interest earned on the moneys in the OBDD Economic Development 18 Distributions Fund must be credited to the fund. The OBDD Economic 19 **Development Distributions Fund** consists of moneys deposited in the fund 20under sections 26 and 27 [of this 2017 Act], chapter 748, Oregon Laws 2017, 21and sections 27 to 31 of this 2019 Act and may include fees, revenues or 22other income deposited into the fund by the Legislative Assembly. 23

"(2) Moneys in the fund are continuously appropriated to the Oregon
Business Development Department for purposes described in sections 26 and
27 [of this 2017 Act], chapter 748, Oregon Laws 2017, and sections 27 to
31 of this 2019 Act.

"<u>SECTION 33.</u> (1) For the biennium beginning July 1, 2019, at the
 request of the Oregon Department of Administrative Services, after
 the department consults with the Oregon Business Development De-

partment, the State Treasurer is authorized to issue lottery bonds pursuant to ORS 286A.560 to 286A.585 in an amount that produces \$15 million in net proceeds for the purposes described in subsection (2) of this section, plus an additional amount estimated by the State Treasurer to be necessary to pay bond-related costs.

6 "(2) Net proceeds of lottery bonds issued under this section must 7 be transferred to the Oregon Business Development Department for 8 deposit in the Levee Project Grant Fund established under section 34 9 of this 2019 Act for the purpose of providing grants under ORS 285B.420 10 for levee projects as defined in ORS 285B.410.

11 "(3) The Legislative Assembly finds that the use of lottery bond 12 proceeds will create jobs, further economic development, finance pub-13 lic education or restore and protect parks, beaches, watersheds and 14 native fish and wildlife, and is authorized based on the following 15 findings:

"(a) Levees are an integral part of the commercial and industrial
 infrastructure of this state.

"(b) The inspection, accreditation, certification and repair of levees
 will promote economic development within this state.

"SECTION 34. (1) The Levee Project Grant Fund is established in 20the State Treasury, separate and distinct from the General Fund. In-21terest earned by the Levee Project Grant Fund must be credited to the 22fund. The Levee Project Grant Fund consists of moneys deposited in 23the fund under section 33 of this 2019 Act and may include moneys 24appropriated, allocated, deposited or transferred to the fund by the 25Legislative Assembly or otherwise and interest earned on moneys in 26the fund. 27

"(2) Moneys in the fund are continuously appropriated to the
 Oregon Business Development Department for the Oregon
 Infrastructure Finance Authority to provide grants under ORS

1 285B.420 for levee projects as defined in ORS 285B.410.

"(3) Grants from the fund for planning projects are limited to a
 maximum of \$2 million per applicant per biennium.

"(4) Grants from the fund for construction or capital improvement
projects may not exceed an amount equal to 80 percent of the total
cost of the project.

"(5) A grant may not be awarded from the fund unless the applicant
pledges matching funds to the project of at least 20 percent of the
amount of the grant.

"SECTION 35. (1) For the biennium beginning July 1, 2019, at the 10 request of the Oregon Department of Administrative Services, after 11 the department consults with the Oregon Business Development De-12 partment, the State Treasurer is authorized to issue lottery bonds 13 pursuant to ORS 286A.560 to 286A.585 in an amount that produces \$3 14 million in net proceeds for the purposes described in subsection (2) of 15 this section, plus an additional amount estimated by the State Treas-16 urer to be necessary to pay bond-related costs. 17

"(2) Net proceeds of lottery bonds issued under this section must
be transferred to the Oregon Business Development Department for
deposit in the Cultural Resources Economic Fund established in section 6, chapter 786, Oregon Laws 2013, to provide the following grants:
"(a) \$1.5 million to the Beaverton Arts Foundation for construction
of the Patricia Reser Center for the Arts.

"(b) \$1.5 million to the Lincoln City Cultural Center for develop ment and renovation of the center's cultural plaza and exterior
 grounds.

"(3) The Legislative Assembly finds that the use of lottery bond proceeds will create jobs, further economic development, finance public education or restore and protect parks, beaches, watersheds and native fish and wildlife, and is authorized based on the following 1 findings:

"(a) The grants described in this section will leverage art and cultural resources to create vibrant public spaces that integrate art and cultural and natural amenities, sustain Oregon's rich arts and cultural experiences and enhance a strong sense of place and community identity.

"(b) The factors described in paragraph (a) of this subsection have
the effect of creating jobs, expanding business and tax revenues and
enhancing the economic vitality of Oregon communities.

"<u>SECTION 36.</u> Section 6, chapter 786, Oregon Laws 2013, as amended by
 section 27, chapter 812, Oregon Laws 2015, and section 23, chapter 748,
 Oregon Laws 2017, is amended to read:

"Sec. 6. (1) The Cultural Resources Economic Fund is established in the 13 State Treasury, separate and distinct from the General Fund. Interest earned 14 on the moneys in the Cultural Resources Economic Fund shall be credited 15 to the fund. The Cultural Resources Economic Fund consists of moneys de-16 posited in the fund under section 5, chapter 786, Oregon Laws 2013, [and] 17 section 26, chapter 812, Oregon Laws 2015, [and] section 22 [of this 2017 18 Act], chapter 748, Oregon Laws 2017, and section 35 of this 2019 Act and 19 may include fees, revenues or other income deposited in the fund by the 20Legislative Assembly. 21

"(2) Moneys in the fund are continuously appropriated to the Oregon
Business Development Department for disbursement for the purposes set
forth in section 5, chapter 786, Oregon Laws 2013, and section 26, chapter
812, Oregon Laws 2015, [and] section 22 [of this 2017 Act], chapter 748,
Oregon Laws 2017, and section 35 of this 2019 Act.

27 "<u>SECTION 37.</u> (1) For the biennium beginning July 1, 2019, at the 28 request of the Oregon Department of Administrative Services, after 29 the department consults with the Department of Transportation, the 30 State Treasurer is authorized to issue lottery bonds pursuant to ORS 286A.560 to 286A.585 in an amount that produces \$2 million in net
proceeds for the purposes described in subsection (2) of this section,
plus an additional amount estimated by the State Treasurer to be
necessary to pay bond-related costs.

5 "(2) Net proceeds of lottery bonds issued under this section must 6 be transferred to the Department of Transportation for deposit in the 7 DOT Economic Development Distributions Fund established in ORS 8 461.557 for distribution to the City of Sherwood for pedestrian con-9 nection improvements between Sherwood East and West at or near the 10 State Highway 99W and Sunset Boulevard intersection.

"(3) The Legislative Assembly finds that the use of lottery bond proceeds will create jobs, further economic development, finance public education or restore and protect parks, beaches, watersheds and native fish and wildlife, and is authorized based on the finding that a safe, efficient and reliable pedestrian and bicycle transportation network supports the long-term economic development and livability of this state.

"SECTION 38. (1) For the biennium beginning July 1, 2019, at the 18 request of the Oregon Department of Administrative Services, after 19 the department consults with the Department of Transportation, the 20State Treasurer is authorized to issue lottery bonds pursuant to ORS 21286A.560 to 286A.585 in an amount that produces \$5 million in net 22proceeds for the purposes described in subsection (2) of this section, 23plus an additional amount estimated by the State Treasurer to be 24necessary to pay bond-related costs. 25

"(2) Net proceeds of lottery bonds issued under this section must be transferred to the Department of Transportation for deposit in the DOT Economic Development Distributions Fund established in ORS 461.557 for distribution to the Oregon International Port of Coos Bay for repair and replacement of bridge structures along the Coos Bay rail 1 link, as defined in ORS 777.915.

2 "(3) The Legislative Assembly finds that the use of lottery bond 3 proceeds will create jobs, further economic development, finance pub-4 lic education or restore and protect parks, beaches, watersheds and 5 native fish and wildlife, and is authorized based on the finding that 6 improvements in multimodal transportation systems are necessary to 7 facilitate the flow of goods and services to national and international 8 markets through the deep water port at Coos Bay.

"SECTION 39. (1) For the biennium beginning July 1, 2019, at the 9 request of the Oregon Department of Administrative Services, after 10 the department consults with the Department of Veterans' Affairs, the 11 State Treasurer is authorized to issue lottery bonds pursuant to ORS 12286A.560 to 286A.585 in an amount that produces \$4 million in net 13 proceeds for the purposes described in subsection (2) of this section, 14 plus an additional amount estimated by the State Treasurer to be 15necessary to pay bond-related costs. 16

17 "(2) Net proceeds of lottery bonds issued under this section must 18 be transferred to the Department of Veterans' Affairs for deposit in 19 the Veterans' Affordable Housing Fund, established in section 40 of 20 this 2019 Act, for distribution to the YMCA of Marion and Polk Coun-21 ties to construct veterans' affordable housing in Salem.

"(3) The Legislative Assembly finds that the use of lottery bond proceeds will create jobs, further economic development, finance public education or restore and protect parks, beaches, watersheds and native fish and wildlife, and is authorized based on the following findings:

"(a) Having housing for at-risk populations is essential to Oregon's
 healthy economic growth.

"(b) A severe shortage of affordable housing exists in Oregon, and
 market indicators demonstrate a growing gap between the supply of

1 and the demand for affordable housing.

"SECTION 40. (1) The Veterans' Affordable Housing Fund is estab- $\mathbf{2}$ lished in the State Treasury, separate and distinct from the General 3 Fund. Interest earned by the Veterans' Affordable Housing Fund must 4 be credited to the fund. The Veterans' Affordable Housing Fund con- $\mathbf{5}$ sists of moneys deposited in the fund under section 39 of this 2019 Act 6 and may include moneys appropriated, allocated, deposited or trans-7 ferred to the fund by the Legislative Assembly or otherwise and in-8 9 terest earned on moneys in the fund.

"(2) Moneys in the fund are continuously appropriated to the De partment of Veterans' Affairs for disbursement for the purposes set
 forth in section 39 of this 2019 Act.

"SECTION 41. (1) For the biennium beginning July 1, 2019, at the 13 request of the Oregon Department of Administrative Services, after 14 the department consults with the State Parks and Recreation Depart-15ment, the State Treasurer may issue lottery bonds pursuant to ORS 16 286A.560 to 286A.585 in an amount that produces \$5 million in net 17 proceeds for the purposes described in subsection (2) of this section, 18 plus an additional amount estimated by the State Treasurer to be 19 necessary to pay bond-related costs. 20

"(2) Net proceeds of lottery bonds issued under this section must
be transferred to the State Parks and Recreation Department for deposit into the Oregon Main Street Revitalization Grant Program Fund
established in ORS 390.264 to provide grants pursuant to ORS 390.262.

"(3) The Legislative Assembly finds that the use of proceeds of lottery bonds issued pursuant to this section will create jobs, further economic development and enhance the economic vitality of Oregon downtowns and local communities by supporting projects that revitalize historic downtown commercial districts, redevelop and reuse existing buildings, facilitate small business relocation and expansion

1 initiatives and provide assistance, training and technical services.

"SECTION 42. Section 13, chapter 746, Oregon Laws 2007, as amended
by section 1, chapter 900, Oregon Laws 2009, section 1, chapter 754, Oregon
Laws 2013, and section 3, chapter 815, Oregon Laws 2015, is amended to read:
"Sec. 13. (1) In addition to amounts authorized under ORS 286.505 to
286.545 (2005 Edition) or pursuant to ORS 286A.035, the State Treasurer, at
the request of the Director of the Oregon Business Development Department,
may issue lottery bonds pursuant to ORS 286A.560 to 286A.585:

9 "(a) In an amount of up to \$60 million for payment of the expenses of the 10 Coos Bay Channel Project in increments described in subsection (2) of this 11 section; and

"(b) In an additional amount to be estimated by the State Treasurer for
 payment of bond-related costs of the Oregon Department of Administrative
 Services, the Oregon Business Development Department and the State
 Treasurer.

"(2) The director shall request that the State Treasurer issue the amount of bonds described in subsection (1)(a) of this section in increments that allow the director, at the request of the primary sponsor, to transfer:

"(a) In the biennium beginning July 1, 2007, up to \$5 million in net proceeds of lottery bonds to the Coos Bay Channel Fund established in section 15, chapter 746, Oregon Laws 2007, for distribution to the primary sponsor after the director finds that the primary sponsor has taken action pursuant to the grant agreement required in section 14, chapter 746, Oregon Laws 2007, that triggers the distribution of bond proceeds described in this paragraph.

"(b) In the biennium beginning July 1, [2017] **2019**, up to \$15 million in net proceeds of lottery bonds, minus any other state funds secured by the primary sponsor in the interim period 2015 to 2016, to the Coos Bay Channel Fund established in section 15, chapter 746, Oregon Laws 2007, for distribution to the primary sponsor after the director finds that the primary spon-

sor has taken action pursuant to the grant agreement required in section 14,
chapter 746, Oregon Laws 2007, that triggers the distribution of bond proceeds described in this paragraph.

"(c) In the biennium beginning July 1, [2019] **2021**, up to \$40 million in net proceeds of lottery bonds to the Coos Bay Channel Fund established in section 15, chapter 746, Oregon Laws 2007, for distribution to the primary sponsor after the director finds that the primary sponsor has taken action pursuant to the grant agreement required in section 14, chapter 746, Oregon Laws 2007, that triggers the distribution of bond proceeds described in this paragraph.

"<u>SECTION 43.</u> Section 14, chapter 746, Oregon Laws 2007, as amended
by section 2, chapter 900, Oregon Laws 2009, section 2, chapter 754, Oregon
Laws 2013, section 4, chapter 815, Oregon Laws 2015, and section 14, chapter
66, Oregon Laws 2016, is amended to read:

"Sec. 14. (1) The Director of the Oregon Business Development Depart-15ment shall enter into one or more grant agreements with the primary sponsor 16 that require the Oregon Business Development Department to disburse, over 17 the course of the project, an aggregate principal amount of \$60 million for 18 payment of the expenses of the Coos Bay Channel Project, in the increments 19 described in section 13 (2), chapter 746, Oregon Laws 2007, from the Coos 20Bay Channel Fund established pursuant to section 15, chapter 746, Oregon 21Laws 2007, to the primary sponsor. The department shall make disburse-22ments from the fund as soon as bond proceeds are deposited in the fund. 23

"(2) The one or more grant agreements must, subject to subsection (3) of this section, establish appropriate triggers for the incremental biennial distribution of bond proceeds described in section 13 (2), chapter 746, Oregon Laws 2007, based on appropriate measures of progress in completion of the project that are satisfactory to the director and consistent with prudent financial practices that reflect sound stewardship of public resources.

30 "(3)(a) Prior to the distribution of the bond proceeds described in section

1 13 (2)(b), chapter 746, Oregon Laws 2007, the primary sponsor shall provide 2 to the director a budget document outlining expenditures for the Coos Bay 3 Channel Project and shall verify and certify to the director that the primary 4 sponsor has prepared and submitted to the United States Army Corps of 5 Engineers the tentatively selected plan report identifying the preferred al-6 ternative for the project.

"(b) Prior to the distribution of the bond proceeds described in section
13 (2)(c), chapter 746, Oregon Laws 2007, the primary sponsor shall provide
to the director a budget document outlining expenditures for the Coos Bay
Channel Project and verify and certify to the director that:

"(A) The final environmental impact statement and the draft record of decision have been issued in accordance with the National Environmental Policy Act (42 U.S.C. 4321 et seq.);

"(B) The Oregon International Port of Coos Bay has prepared and submitted to the United States Army Corps of Engineers a draft combined report
pursuant to section 204 of the Water Resources Development Act of 1986
(P.L. 99-662) and section 14 of the Rivers and Harbors Appropriation Act of
1899 (33 U.S.C. 408) for technical agency review;

"(C) The [Director of Civil Works] Commander, Northwestern Division,
for the United States Army Corps of Engineers has approved the project
pursuant to section 14 of the Rivers and Harbors Appropriation Act of 1899;
"(D) The United States Army Corps of Engineers Portland District has
issued permits for construction pursuant to section 404 of the Federal Water
Pollution Control Act (P.L. 92-500), as amended, and section 10 of the Rivers
and Harbors Appropriation Act of 1899; and

"(E) The Assistant Secretary of the Army (Civil Works) for the United
 States Army Corps of Engineers has approved and executed an agreement
 pursuant to section 204(f) of the Water Resources Development Act of 1986.

"(4) The State of Oregon and its agencies and departments are not liable to the lenders, vendors or contractors of the Oregon sponsors for any action

1 or omission under sections 11 to 15, chapter 746, Oregon Laws 2007.

"(5) By receipt of any part of net proceeds of lottery bonds described in section 13, chapter 746, Oregon Laws 2007, the primary sponsor agrees to indemnify the state and its agencies and departments to the fullest extent permitted by law for liability the state or its agencies and departments might incur in connection with any borrowing by the primary sponsor for the project.

8 "(6) The director and the primary sponsor shall modify the existing grant 9 agreement as may be necessary to incorporate the amendments to this sec-10 tion and section 13, chapter 746, Oregon Laws 2007, by sections 1 and 2, 11 chapter 754, Oregon Laws 2013.

"SECTION 44. 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 July 1, 2019.".

15