

## Legislative Fiscal Office

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## Joint Committee on Ways and Means

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Rep. Dan Rayfield, House Co-Chair

Sen. Fred Girod, Senate Co-Vice Chair  
Rep. David Gomberg, House Co-Vice Chair  
Rep. Greg Smith, House Co-Vice Chair

**To:** Capital Construction Subcommittee

**From:** Amanda Beitel, Legislative Fiscal Office

**Date:** March 3, 2020

**Subject:** HB 5202 – Bonding Authorization  
Work Session Recommendations

HB 5202 amends the limits established during the 2019 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 -2 amendment replaces the bill and includes the following increases in general obligation and lottery revenue bonds authorized to be issued during the 2019-21 biennium:

- \$50.6 million of Article XI-G bonds and \$144.9 million of Article XI-Q bonds to finance five public university capital projects.
- \$65.9 million of Article XI-Q bonds for the Capitol Accessibility, Maintenance, and Safety (CAMS) project.
- \$50.7 million of Article XI-Q bonds for improvements to a state-owned facility that will be supported with Other Funds revenues.
- \$50.3 million of Article XI-Q bonds for the Local Innovation and Fast Track (LIFT) housing program.
- \$30.5 million of lottery revenue bonds to support six projects.
- \$18.8 million of Article XI-F (1) bonds to finance two public university projects that will be supported with university revenues.

A summary of general obligation and lottery bond funded projects included in the -2 amendment is attached. General Fund debt service on the additional bonding is estimated to be \$2.7 million in the 2019-21 biennium and \$46.6 million in the 2021-23 biennium. Lottery Funds debt service is estimated to be \$4.9 million in the 2021-23 biennium.

As amended, HB 5202 repeals \$2 million in net lottery bond proceeds approved in 2019 for the Curry Health District, which corresponds to an equivalent General Fund appropriation for the project in HB 5204. The bill also modifies the description of the Reynolds High School Health Center project authorized in HB 5030 (2019) and the budget report will

include additional language modifying the scope of two public university and two community college projects authorized in prior biennia.

**Recommended Changes**

LFO recommends adoption of the -2 amendment.

**MOTION: I move adoption of the -2 amendment to HB 5202. (VOTE)**

**Final Subcommittee Action**

LFO recommends that HB 5202, as amended by the -2 amendment, to be moved to the Ways and Means Full Committee.

**MOTION: I move HB 5202, as amended, to the Full Committee with a do pass recommendation. (VOTE)**

**Carriers**

Full Committee: \_\_\_\_\_

House Floor: \_\_\_\_\_

Senate Floor: \_\_\_\_\_

**HB 5202 - BONDING AUTHORIZATION**

**General Obligation Bonds**

		<u>Bond Program</u>	<u>Project Amount</u>	<u>Cost of Issuance</u>	<u>Bond Par Value</u>
<b>General Fund Supported</b>					
HECC	OIT - Boivin Hall Rehabilitation	XI-G	1,015,000	40,000	1,055,000
HECC	OIT - Boivin Hall Rehabilitation	XI-Q	18,270,000	290,000	18,560,000
HECC	OSU - Arts and Education Complex	XI-G	35,000,000	455,000	35,455,000
HECC	PSU - SB1 Renovation and Expansion	XI-G	7,500,000	120,000	7,620,000
HECC	PSU - SB1 Renovation and Expansion	XI-Q	52,500,000	635,000	53,135,000
HECC	UO - Huestis Hall Renovation	XI-G	6,360,000	115,000	6,475,000
HECC	UO - Huestis Hall Renovation	XI-Q	50,880,000	625,000	51,505,000
HECC	WOU - Student Success Center	XI-Q	21,340,000	310,000	21,650,000
			<b>192,865,000</b>	<b>2,590,000</b>	<b>195,455,000</b>
HCSD	Local Innovation and Fast Track (LIFT) Housing Program	XI-Q	50,000,000	315,000	50,315,000
LAC	Capitol Accessibility, Maintenance and Safety	XI-Q	65,000,000	880,000	65,880,000
			<b>115,000,000</b>	<b>1,195,000</b>	<b>116,195,000</b>
<b>Total General Fund Obligations</b>			<b>307,865,000</b>	<b>3,785,000</b>	<b>311,650,000</b>
<b>Other Funds Supported (non-capacity)</b>					
HECC	PSU - University Center Building Land Acquisition	XI-F(1)	15,000,000	270,000	15,270,000
HECC	WOU - Valsetz Dining and Auxiliary Services Renovation	XI-F(1)	3,500,000	55,000	3,555,000
			<b>18,500,000</b>	<b>325,000</b>	<b>18,825,000</b>
DAS	Wilsonville Building Improvements	XI-Q	50,000,000	730,000	50,730,000
<b>Total Dedicated Fund Obligations</b>			<b>68,500,000</b>	<b>1,055,000</b>	<b>69,555,000</b>

**Lottery Revenue Bonds**

		<u>Bond Program</u>	<u>Project Amount</u>	<u>Cost of Issuance / Reserves</u>	<u>Bond Par Value</u>
DAS	Curry Health District - Brookings Emergency Room	Lottery	(2,000,000)	(220,000)	(2,220,000)
DAS	City of Eugene - Downtown Riverfront Park Development	Lottery	3,000,000	315,000	3,315,000
DAS	Willamette Falls Locks Authority - Locks Restoration	Lottery	7,055,000	815,000	7,870,000
DAS	Woodburn Community Center	Lottery	7,500,000	770,000	8,270,000
OBDD	City of Salem - Drinking Water Improvements	Lottery	7,000,000	705,000	7,705,000
OBDD	Lyons-Mehama Water District - Water System Improvements	Lottery	3,000,000	315,000	3,315,000
ODOT	City of Sherwood - Pedestrian Bridge	Lottery	2,000,000	220,000	2,220,000
<b>Total Lottery Revenue Bonds</b>			<b>27,555,000</b>	<b>2,920,000</b>	<b>30,475,000</b>