

Senate Bill 5505

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SUMMARY

The following summary is not prepared by the sponsors of the measure and is not a part of the body thereof subject to consideration by the Legislative Assembly. It is an editor's brief statement of the essential features of the measure **as introduced**. The statement includes a measure digest written in compliance with applicable readability standards.

- Digest: The Act governs bonding by the state for the biennium. (Flesch Readability Score: 78.2).
- Establishes amounts authorized for issuance of general obligation bonds, revenue bonds, certificates of participation and other financing agreements for the biennium.
- Establishes amounts allocated for private activity bonds.
- Authorizes general obligation bonding for the Interstate 5 bridge replacement project for future biennia.
- Makes legislative findings regarding benefits to higher education institutions and community colleges from the issuance of bonds under Article XI-F(1) and Article XI-G of the Oregon Constitution.
- Requires a constructing authority to make certain certifications before issuance of bonds under Article XI-G of the Oregon Constitution.
- Declares an emergency, effective July 1, 2025.

A BILL FOR AN ACT

1
2 Relating to state financial administration; and declaring an emergency.

3 **Be It Enacted by the People of the State of Oregon:**

4 **SECTION 1. The amounts authorized, as provided by ORS 286A.035, for issuance of gen-**
5 **eral obligation bonds of the state during the 2025-2027 biennium are as follows:**

6 **GENERAL OBLIGATION BONDS**

7 **General Fund Obligations**

8 (1) **Higher Education Coordinating**
9 **Commission (Art. XI-G):**

10 (a) **Clackamas Community College,**
11 **Center for Excellence for**
12 **Farming, Horticulture and**
13 **Wildland Fire..... \$ 8,085,000**

14 (b) **Klamath Community College,**
15 **Cosmetology ADA**
16 **Remediation..... \$ 4,045,000**

17 (c) **Mt. Hood Community College,**
18 **Classroom and Lab**
19 **Renovations \$ 8,085,000**

20 (d) **Portland State University,**
21 **Portland Center for the**
22 **Performing Arts Academic**
23 **Building..... \$ 85,660,000**

24 (2) **Department of Environmental**

Note: For budget, see 2025-2027 Biennial Budget

NOTE: Matter in **boldfaced** type in an amended section is new; matter [*italic and bracketed*] is existing law to be omitted. New sections are in **boldfaced** type.

1	Quality (Art. XI-H)	\$ 10,333,333
2	(3) Oregon Business Development	
3	Department (Art. XI-M)	\$ 100,910,000
4	(4) Oregon Business Development	
5	Department (Art. XI-N).....	\$ 50,580,000
6	(5) Department of Education	
7	(Art. XI-P)	\$ 108,860,000
8	(6) Oregon Department of	
9	Administrative	
10	Services (Art. XI-Q):	
11	(a) Oregon Department of	
12	Administrative Services,	
13	Oregon State Fair Regional	
14	Emergency Center	\$ 4,935,000
15	(b) Housing and Community	
16	Services Department:	
17	(A) Local Innovation and Fast	
18	Track (LIFT) Affordable	
19	Rental Housing Program	\$ 704,660,000
20	(B) Local Innovation and Fast	
21	Track (LIFT) Homeownership	
22	Program.....	\$ 100,910,000
23	(C) Permanent Supportive	
24	Housing Program.....	\$ 80,760,000
25	(c) Department of Corrections:	
26	(A) Capital Improvement and	
27	Renewal	\$ 70,570,000
28	(B) Computerized Maintenance	
29	Management System.....	\$ 2,285,000
30	(C) Institution Staff Deployment	
31	System Replacement (ISDS)...	\$ 625,000
32	(D) Wireless Communication	
33	System	\$ 13,040,000
34	(d) Department of Education,	
35	Oregon School for the	
36	Deaf Facility Improvements...	\$ 92,695,000
37	(e) State Forestry Department:	
38	(A) Capital Improvements	\$ 6,075,000
39	(B) Klamath Fire Cache	
40	Warehouse Replacement	\$ 1,723,800
41	(C) Santiam Facility Replacement,	
42	Phase I.....	\$ 1,115,400
43	(D) State Forester, Office	
44	Building Restoration.....	\$ 6,861,200
45	(E) Toledo Facility Replacement,	

1	Phase III.....	\$ 2,542,388
2	(F) Veneta Campus Remodel.....	\$ 6,160,508
3	(f) State Department of	
4	Fish and Wildlife:	
5	(A) Capital Improvements,	
6	Hatchery Facilities	\$ 20,180,000
7	(B) Rogue Watershed District	
8	Office Replacement.....	\$ 5,320,000
9	(g) Department of Veterans’	
10	Affairs, Roseburg Oregon	
11	Veterans’ Home	\$ 35,350,000
12	(h) Oregon Health Authority,	
13	Oregon State Hospital	
14	Capital Improvements	
15	and Equipment.....	\$ 7,545,000
16	(i) Judicial Department:	
17	(A) Clackamas County	
18	Courthouse	\$ 5,905,000
19	(B) Crook County Courthouse	\$ 3,240,000
20	(C) Harney County Courthouse ...	\$ 2,035,000
21	(D) Morrow County Courthouse ...	\$ 2,535,000
22	(E) Umatilla County Courthouse ..	\$ 94,955,000
23	(j) Oregon Military Department:	
24	(A) Bend Armory Service Life	
25	Extension.....	\$ 9,495,000
26	(B) Klamath Falls Readiness	
27	Center	\$ 2,035,000
28	(C) Linn County Readiness	
29	Center	\$ 7,080,000
30	(D) Salem Armory and Auditorium	
31	Service Life Extension and	
32	Emergency Enhancements	\$ 6,375,000
33	(E) Woodburn Armory Service	
34	Life Extension and	
35	Emergency Enhancements	\$ 6,175,000
36	(F) Oregon Youth Challenge	
37	Athletic Field.....	\$ 5,120,000
38	(k) Department of State Police:	
39	(A) Coos Bay Area Command	
40	Center Property Acquisition... 	\$ 3,540,000
41	(B) Ontario Area Command	
42	Center Property Acquisition... 	\$ 3,540,000
43	(L) Oregon Youth Authority:	
44	(A) Capital Improvements,	
45	All Facilities	\$ 18,225,000

1	(B) CCTV and Access Control	
2	Improvement, Phase IV.....	\$ 5,630,000
3	(C) JJIS IT System	
4	Modernization	\$ 1,685,000
5	(D) MacLaren Infirmary and	
6	Pharmacy Renovation and	
7	Expansion	\$ 2,735,000
8	(m) Department of Public Safety	
9	Standards and Training,	
10	Learning Management	
11	System	\$ 3,510,000
12	(n) Department of Environmental	
13	Quality, Laboratory and	
14	Monitoring Equipment.....	\$ 1,350,000
15	(o) Higher Education Coordinating	
16	Commission:	
17	(A) Public Universities Capital	
18	Improvement and Renewal.....	\$ 201,425,000
19	(B) IT Modernization	\$ 5,875,000
20	(p) State Department of	
21	Agriculture, Project	
22	OneODA.....	\$ 15,350,000
23	(q) Oregon Public Defense	
24	Commission, Financial Case	
25	Management System.....	\$ 13,915,000
26	(7) Department of	
27	Transportation (Art. XI,	
28	section 7), Interstate 5	
29	Bridge Replacement Project ...	\$ 251,825,000
30	<u>Dedicated Fund Obligations</u>	
31	(8) Department of Veterans'	
32	Affairs (Art. XI-A).....	\$ 116,000,000
33	(9) Higher Education Coordinating	
34	Commission (Art. XI-F(1)):	
35	(a) Portland State University,	
36	Portland Center for the	
37	Performing Arts Parking	
38	Structure	\$ 53,010,000
39	(b) Portland State University,	
40	Student Housing	\$ 85,660,000
41	(10) Department of Environmental	
42	Quality (Art. XI-H).....	\$ 20,080,000
43	(11) Housing and Community	
44	Services Department	
45	(Art. XI-I(2)).....	\$ 50,000,000

1	(12) Oregon Department of	
2	Administrative Services	
3	(Art. XI-Q):	
4	(a) Oregon Department of	
5	Administrative Services,	
6	Labor and Industries Building	
7	Renovation and Seismic	
8	Upgrade.....	\$ 126,080,000
9	(b) State Forestry Department:	
10	(A) Klamath Fire Cache Warehouse	
11	Replacement	\$ 3,346,200
12	(B) Santiam Facility Replacement,	
13	Phase I.....	\$ 3,954,600
14	(C) State Forester, Office	
15	Building Restoration.....	\$ 13,318,800
16	(D) Toledo Facility Replacement,	
17	Phase III.....	\$ 3,532,612
18	(E) Veneta Campus Remodel.....	\$ 8,994,492
19	(c) Department of Veterans'	
20	Affairs:	
21	(A) Lebanon Edward C. Allworth	
22	Veterans' Home	
23	Capital Improvements	\$ 4,615,000
24	(B) Department of Veterans'	
25	Affairs Salem HVAC	
26	Controls Replacement,	
27	Phase II.....	\$ 1,585,000
28	(C) Department of Veterans'	
29	Affairs Salem Roof	
30	Replacement	\$ 1,230,000
31	(D) The Dalles Oregon Veterans'	
32	Home Capital Improvements..	\$ 1,150,000
33	(d) Oregon Liquor and Cannabis	
34	Commission, Liquor	
35	Warehouse Management	
36	IT System	\$ 8,090,000
37	<u>Total General Obligation</u>	
38	<u>Bonds</u>.....	\$2,714,113,333
39	SECTION 2. The amounts authorized, as provided by ORS 286A.035, for issuance of re-	
40	venue bonds of the state during the 2025-2027 biennium are as follows:	
41		
42	REVENUE BONDS	
43	<u>Direct Revenue Bonds</u>	
44	Housing and Community	
45	Services Department.....	\$ 500,000,000

1	Department of Transportation,	
2	Highway User Tax.....	\$ 850,000,000
3	Department of Transportation,	
4	Grant Anticipation Revenue	
5	Vehicle	\$ 345,000,000
6	Oregon Business Development	
7	Department.....	\$ 30,000,000
8	Oregon Department of	
9	Administrative Services,	
10	Lottery Revenue Bonds	\$ 570,890,000
11	<u>Total Direct Revenue</u>	
12	Bonds	\$ 2,295,890,000
13	<u>Pass-Through Revenue Bonds</u>	
14	Oregon Business Development	
15	Department, Industrial	
16	Development Bonds.....	\$ 600,000,000
17	Oregon Business Development	
18	Department, Beginning and	
19	Expanding Farmer Loan	
20	Program.....	\$ 2,000,000
21	Oregon Facilities Authority..	\$ 1,000,000,000
22	Housing and Community	
23	Services Department.....	\$ 1,300,000,000
24	<u>Total Pass-Through Revenue</u>	
25	Bonds	\$ 2,902,000,000
26	<u>Total Revenue Bonds</u>	\$ 5,197,890,000

27 **SECTION 3.** The amount authorized, as provided by ORS 286A.035, for issuance of cer-
 28 tificates of participation and other financing agreements of the state during the 2025-2027
 29 biennium for the Oregon Department of Administrative Services is \$13,037,910.

30 **SECTION 4.** (1) For calendar year 2026, the amount of \$550,336,540 is allocated for private
 31 activity bonds, as provided in ORS 286A.615, as follows:

- 32 (a) Oregon Business Development
- 33 Department, Industrial
- 34 Development Bonds..... \$ 40,000,000
- 35 (b) Oregon Business Development
- 36 Department, Beginning and
- 37 Expanding Farmer Loan
- 38 Program..... \$ 1,000,000
- 39 (c) Housing and Community
- 40 Services Department..... \$450,000,000
- 41 (d) Private Activity Bond
- 42 Committee..... \$ 59,336,540

43 (2) For calendar year 2027, the amount of \$550,336,540 is allocated for private activity
 44 bonds, as provided in ORS 286A.615, as follows:

- 45 (a) Oregon Business Development

1	Department, Industrial	
2	Development Bonds.....	\$ 40,000,000
3	(b) Oregon Business Development	
4	Department, Beginning and	
5	Expanding Farmer Loan	
6	Program.....	\$ 1,000,000
7	(c) Housing and Community	
8	Services Department.....	\$450,000,000
9	(d) Private Activity Bond	
10	Committee.....	\$ 59,336,540

11 (3) If an increase in this state’s population, a sufficient increase in the Consumer Price
 12 Index or a change in federal law allows the private activity bond limit as set by the Internal
 13 Revenue Code of 1986, as amended, to exceed \$550,336,540 during the 2026 calendar year or
 14 \$550,336,540 during the 2027 calendar year, the increase is allocated to the Private Activity
 15 Bond Committee.

16 **SECTION 5.** In addition to and not in lieu of any authorization to issue general obligation
 17 bonds under ORS 286A.035, in the biennium beginning July 1, 2027, at the request of the De-
 18 partment of Transportation, the State Treasurer may issue general obligation bonds au-
 19 thorized under Article XI, section 7, of the Oregon Constitution, in an amount that produces
 20 \$250,000,000 of net proceeds for the Interstate 5 bridge replacement project, plus an amount
 21 estimated by the State Treasurer to pay bond-related costs.

22 **SECTION 6.** In addition to and not in lieu of any authorization to issue general obligation
 23 bonds under ORS 286A.035, in the biennium beginning July 1, 2029, at the request of the De-
 24 partment of Transportation, the State Treasurer may issue general obligation bonds au-
 25 thorized under Article XI, section 7, of the Oregon Constitution, in an amount that produces
 26 \$250,000,000 of net proceeds for the Interstate 5 bridge replacement project, plus an amount
 27 estimated by the State Treasurer to pay bond-related costs.

28 **SECTION 7.** (1) For purposes of Article XI-F(1), section 1, of the Oregon Constitution,
 29 the Legislative Assembly determines that the projects authorized to be financed pursuant to
 30 section 1 (9) of this 2025 Act with bonds issued under Article XI-F(1) of the Oregon Consti-
 31 tution will benefit higher education institutions or activities.

32 (2) For purposes of Article XI-G, section 1, of the Oregon Constitution, the Legislative
 33 Assembly determines that the projects authorized to be financed pursuant to section 1 (1)
 34 of this 2025 Act with bonds issued under Article XI-G of the Oregon Constitution will benefit
 35 higher education institutions or activities or community colleges authorized by law to receive
 36 state aid.

37 **SECTION 8.** Bonds authorized pursuant to Article XI-G of the Oregon Constitution under
 38 section 1 (1) of this 2025 Act for the benefit of a constructing authority may not be issued
 39 until the constructing authority certifies that the constructing authority has matching funds
 40 available for the same or similar purposes as the bonds, that the matching funds are not
 41 proceeds of indebtedness incurred by the state under any other article of the Oregon Con-
 42 stitution, and that the matching funds are available to the constructing authority in an
 43 amount at least equal to the amount of indebtedness incurred by the state through the is-
 44 suance of the bonds.

45 **SECTION 9.** (1) Out of the amount specified in section 1 (6)(i)(A) of this 2025 Act, the

1 State Treasurer may issue Article XI-Q bonds in an amount not to exceed \$5,830,000 of net
2 proceeds for the purposes and in the manner specified in section 8, chapter 705, Oregon Laws
3 2013, plus an amount estimated by the State Treasurer to pay estimated bond-related costs.

4 (2) Out of the amount specified in section 1 (6)(i)(B) of this 2025 Act, the State Treasurer
5 may issue Article XI-Q bonds in an amount not to exceed \$3,200,000 of net proceeds for the
6 purposes and in the manner specified in section 8, chapter 705, Oregon Laws 2013, plus an
7 amount estimated by the State Treasurer to pay estimated bond-related costs.

8 (3) Out of the amount specified in section 1 (6)(i)(C) of this 2025 Act, the State Treasurer
9 may issue Article XI-Q bonds in an amount not to exceed \$2,000,000 of net proceeds for the
10 purposes and in the manner specified in section 8, chapter 705, Oregon Laws 2013, plus an
11 amount estimated by the State Treasurer to pay estimated bond-related costs.

12 (4) Out of the amount specified in section 1 (6)(i)(D) of this 2025 Act, the State Treasurer
13 may issue Article XI-Q bonds in an amount not to exceed \$2,500,000 of net proceeds for the
14 purposes and in the manner specified in section 8, chapter 705, Oregon Laws 2013, plus an
15 amount estimated by the State Treasurer to pay estimated bond-related costs.

16 (5) Out of the amount specified in section 1 (6)(i)(E) of this 2025 Act, the State Treasurer
17 may issue Article XI-Q bonds in an amount not to exceed \$94,245,000 of net proceeds for the
18 purposes and in the manner specified in section 8, chapter 705, Oregon Laws 2013, plus an
19 amount estimated by the State Treasurer to pay estimated bond-related costs.

20 (6) For purposes of sections 8 and 9, chapter 705, Oregon Laws 2013, and section 64,
21 chapter 723, Oregon Laws 2013, bonds issued pursuant to this section are considered to be
22 bonds issued pursuant to section 8, chapter 705, Oregon Laws 2013.

23 (7) Bonds may not be issued pursuant to section 1 (6)(i)(A), (B), (C), (D) or (E) of this 2025
24 Act except as provided in this section.

25 **SECTION 10.** This 2025 Act being necessary for the immediate preservation of the public
26 peace, health and safety, an emergency is declared to exist, and this 2025 Act takes effect
27 July 1, 2025.

28