

Enrolled Senate Bill 5505

Printed pursuant to Senate Interim Rule 213.28 by order of the President of the Senate in conformance with pre-session filing rules, indicating neither advocacy nor opposition on the part of the President (at the request of Oregon Department of Administrative Services)

CHAPTER

AN ACT

Relating to state financial administration; creating new provisions; amending section 10, chapter 705, Oregon Laws 2013; repealing section 5, chapter 596, Oregon Laws 2023; and declaring an emergency.

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

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

**GENERAL OBLIGATION BONDS
General Fund Obligations**

- (1) **Higher Education Coordinating Commission (Art. XI-G):**
 - (a) **Clackamas Community College, Center for Excellence for Farming, Horticulture and Wildland Fire..... \$ 8,085,000**
 - (b) **Klamath Community College, Cosmetology ADA Remediation..... \$ 4,045,000**
 - (c) **Mt. Hood Community College, Classroom and Lab Renovations \$ 8,085,000**
 - (d) **Clatsop Community College, Maritime Science Building..... \$ 7,985,000**
 - (e) **Southwestern Oregon Community College, Student Uplift and Collaboration Create Expanded Support Success \$ 8,085,000**
 - (f) **Portland State University, Portland Center for the Performing Arts Academic Building..... \$ 85,660,000**

(g)	University of Oregon, Child Behavioral Health Building.....	\$	17,920,000
(h)	Southern Oregon University, Creative Industries/Student Success	\$	2,485,000
(i)	Western Oregon University, Data Center	\$	715,000
(2)	Oregon Business Development Department (Art. XI-M)	\$	100,910,000
(3)	Oregon Business Development Department (Art. XI-N).....	\$	50,580,000
(4)	Department of Education (Art. XI-P)	\$	50,455,000
(5)	Oregon Department of Administrative Services (Art. XI-Q):		
(a)	Housing and Community Services Department:		
(A)	Local Innovation and Fast Track (LIFT) Affordable Rental Housing Program	\$	468,220,000
(B)	Local Innovation and Fast Track (LIFT) Homeownership Program.....	\$	100,910,000
(C)	Permanent Supportive Housing Program.....	\$	80,760,000
(b)	Department of Corrections:		
(A)	Capital Improvement and Renewal	\$	50,455,000
(B)	Computerized Maintenance Management System.....	\$	2,285,000
(C)	Institution Staff Deployment System Replacement (ISDS)...	\$	625,000
(D)	Wireless Communication System	\$	13,040,000
(c)	State Forestry Department:		
(A)	Klamath Fire Cache Warehouse Replacement	\$	1,723,800
(B)	Santiam Facility Replacement, Phase I.....	\$	1,115,400
(C)	State Forester, Office Building Restoration.....	\$	520,200
(D)	Toledo Facility Replacement, Phase III.....	\$	2,542,388
(E)	Veneta Campus Remodel	\$	4,404,427
(d)	State Department of Fish and Wildlife:		
(A)	Capital Improvements, Hatchery Facilities	\$	20,180,000
(B)	North Willamette Watershed District Office.....	\$	5,320,000
(e)	Oregon Health Authority,		

	Oregon State Hospital Capital Improvements and Equipment.....	\$ 7,545,000
(f)	Judicial Department, Morrow County Courthouse ...	\$ 2,535,000
(g)	Oregon Military Department:	
(A)	Medford Field Maintenance Shop.....	\$ 6,680,000
(B)	Klamath Falls Readiness Center.....	\$ 2,035,000
(C)	Linn County Readiness Center.....	\$ 7,080,000
(h)	Department of State Police:	
(A)	Area Command Center Property Acquisition.....	\$ 3,540,000
(B)	Springfield Patrol Area Command Office	\$ 7,360,000
(i)	Oregon Youth Authority:	
(A)	Capital Improvements, All Facilities	\$ 5,070,000
(B)	CCTV and Access Control Improvement, Phase IV.....	\$ 5,630,000
(C)	JJIS IT System Modernization	\$ 12,295,000
(D)	MacLaren Infirmary and Pharmacy Renovation and Expansion	\$ 2,735,000
(E)	Camp Riverbend Dorm Renovation.....	\$ 8,960,000
(F)	MacLaren West Cottages Renovations	\$ 4,045,000
(G)	Oak Creek Youth Correctional Facility.....	\$ 4,045,000
(H)	Tillamook Dorm Renovation... 	\$ 12,015,000
(I)	Tillamook Medical and Dental Renovations	\$ 825,000
(j)	Department of Public Safety Standards and Training:	
(A)	Learning Management System	\$ 3,510,000
(B)	Deferred Maintenance	\$ 3,280,000
(k)	Department of Environmental Quality, Laboratory and Monitoring Equipment.....	\$ 1,350,000
(L)	Higher Education Coordinating Commission:	
(A)	Public Universities Capital Improvement and Renewal.....	\$ 120,930,000
(B)	University of Oregon, Child Behavioral Health Building.....	\$ 35,855,000
(C)	Southern Oregon University, Creative Industries/Student	

	Success	\$ 38,470,000
(D)	Western Oregon University, Data Center	\$ 12,555,000
(m)	State Department of Agriculture, Project OneODA.....	\$ 6,185,000
(n)	Oregon Public Defense Commission, Financial Case Management System.....	\$ 13,915,000
(o)	Department of Justice, Legal Tools Replacement System 3.0	\$ 13,455,000
(p)	Department of Revenue, Electronic Valuation Information System.....	\$ 2,035,000
(q)	Oregon Department of Emergency Management, Resiliency Grant Fund established under ORS 401.552.....	\$ 10,140,000
(r)	Oregon Business Development Department, Coos Bay Channel Modification	\$ 100,815,000
(6)	Department of Transportation (Art. XI, section 7), Interstate 5 Bridge Replacement Project ...	\$ 251,825,000
<u>Dedicated Fund Obligations</u>		
(7)	Department of Veterans' Affairs (Art. XI-A).....	\$ 116,000,000
(8)	Higher Education Coordinating Commission (Art. XI-F(1)):	
(a)	Portland State University, Portland Center for the Performing Arts Parking Structure	\$ 53,010,000
(b)	Portland State University, Student Housing	\$ 85,660,000
(9)	Department of Environmental Quality (Art. XI-H).....	\$ 20,080,000
(10)	Housing and Community Services Department (Art. XI-I(2)).....	\$ 50,000,000
(11)	Oregon Department of Administrative Services (Art. XI-Q):	
(a)	Oregon Department of Administrative Services, Labor and Industries Building Renovation and Seismic Upgrade.....	\$ 126,080,000
(b)	State Forestry Department:	
(A)	Klamath Fire Cache Warehouse Replacement	\$ 3,346,200

(B) Santiam Facility Replacement, Phase I.....	\$ 3,954,600
(C) State Forester, Office Building Restoration.....	\$ 1,009,800
(D) Toledo Facility Replacement, Phase III.....	\$ 3,532,612
(E) Veneta Campus Remodel.....	\$ 6,430,573
(c) Department of Veterans' Affairs:	
(A) Department of Veterans' Affairs Salem HVAC Controls Replacement, Phase II.....	\$ 1,585,000
(B) Department of Veterans' Affairs Salem Roof Replacement	\$ 1,230,000
(d) Oregon Liquor and Cannabis Commission:	
(A) Liquor Warehouse Management Management IT System.....	\$ 8,090,000
(B) Liquor Warehouse Conveyor System	\$ 10,125,000
(C) Liquor Warehouse Land and Building.....	\$ 46,330,000
Total General Obligation Bonds	\$2,340,290,000

SECTION 2. The amounts authorized, as provided by ORS 286A.035, for issuance of revenue bonds of the state during the 2025-2027 biennium are as follows:

REVENUE BONDS

Direct Revenue Bonds

Housing and Community Services Department.....	\$ 500,000,000
Department of Transportation, Highway User Tax.....	\$ 850,000,000
Department of Transportation, Grant Anticipation Revenue Vehicle	\$ 345,000,000
Oregon Business Development Department.....	\$ 30,000,000
Oregon Department of Administrative Services, Lottery Revenue Bonds	\$ 494,515,200
Total Direct Revenue Bonds	\$ 2,219,515,200

Pass-Through Revenue Bonds

Oregon Business Development Department, Industrial Development Bonds.....	\$ 600,000,000
Oregon Business Development Department, Beginning and Expanding Farmer Loan	

Program.....	\$ 2,000,000
Oregon Facilities Authority..	\$ 1,000,000,000
Housing and Community Services Department.....	\$ 1,300,000,000
Total Pass-Through Revenue	
Bonds	\$ 2,902,000,000
Total Revenue Bonds	\$ 5,121,515,200

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

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

- (a) Oregon Business Development
Department, Industrial
Development Bonds..... \$ 40,000,000
- (b) Oregon Business Development
Department, Beginning and
Expanding Farmer Loan
Program \$ 1,000,000
- (c) Housing and Community
Services Department..... \$450,000,000
- (d) Private Activity Bond
Committee..... \$ 59,336,540

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

- (a) Oregon Business Development
Department, Industrial
Development Bonds..... \$ 40,000,000
- (b) Oregon Business Development
Department, Beginning and
Expanding Farmer Loan
Program \$ 1,000,000
- (c) Housing and Community
Services Department..... \$450,000,000
- (d) Private Activity Bond
Committee..... \$ 59,336,540

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

SECTION 5. Section 5, chapter 596, Oregon Laws 2023, is repealed.

SECTION 6. (1) For purposes of Article XI-F(1), section 1, of the Oregon Constitution, the Legislative Assembly determines that the projects authorized to be financed pursuant to section 1 (8) of this 2025 Act with bonds issued under Article XI-F(1) of the Oregon Constitution will benefit higher education institutions or activities.

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

SECTION 7. Bonds authorized pursuant to Article XI-G of the Oregon Constitution under section 1 (1) of this 2025 Act for the benefit of a constructing authority may not be issued until the constructing authority certifies that the constructing authority has matching funds available for the same or similar purposes as the bonds, that the matching funds are not proceeds of indebtedness incurred by the state under any other article of the Oregon Constitution, and that the matching funds are available to the constructing authority in an amount at least equal to the amount of indebtedness incurred by the state through the issuance of the bonds.

SECTION 8. (1) Out of the amount specified in section 1 (5)(f) of this 2025 Act, the State Treasurer may issue Article XI-Q bonds in an amount not to exceed \$2,500,000 of net proceeds for the purposes and in the manner specified in section 8, chapter 705, Oregon Laws 2013, plus an amount estimated by the State Treasurer to pay estimated bond-related costs.

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

(3) Bonds may not be issued pursuant to section 1 (5)(f) of this 2025 Act except as provided in this section.

SECTION 9. (1) A community college for which a project to be funded with general obligation bonds authorized to be issued under Article XI-G of the Oregon Constitution is approved in this 2025 Act may not request approval for an additional project to be funded with general obligation bonds authorized to be issued under Article XI-G of the Oregon Constitution until the beginning of the regular session of the Legislative Assembly held in 2029, unless the community college withdraws the project approved under this 2025 Act.

(2) For biennia beginning on or after July 1, 2025, the aggregate amount authorized for issuance of general obligation bonds under Article XI-G of the Oregon Constitution for projects at a single community college may not exceed \$12 million.

SECTION 10. Section 10, chapter 705, Oregon Laws 2013, is amended to read:

Sec. 10. Notwithstanding any provision of law:

(1) General obligation bonds authorized to be issued under Article XI-G of the Oregon Constitution prior to January 1, 2013, for community college projects must be issued not later than June 30, 2015. Project approvals for general obligation bonds authorized to be issued under Article XI-G of the Oregon Constitution prior to January 1, 2013, for community college projects, expire on June 30, 2015.

(2) A community college may not have more than one project approved for funding with general obligation bonds authorized to be issued under Article XI-G of the Oregon Constitution that is awaiting matching funds, other than projects approved prior to January 1, 2013.

(3) A community college for which a project to be funded with general obligation bonds authorized to be issued under Article XI-G of the Oregon Constitution is approved in *[this 2013 Act]* **chapter 705, Oregon Laws 2013**, may not request approval of an additional project to be funded with general obligation bonds authorized to be issued under Article XI-G of the Oregon Constitution until the beginning of the regular session of the Legislative Assembly held in 2017, unless the community college withdraws the project approved under *[this 2013 Act]* **chapter 705, Oregon Laws 2013**.

[(4) For biennia beginning on or after July 1, 2015, the aggregate amount authorized for issuance of general obligation bonds under Article XI-G of the Oregon Constitution for projects at a single community college may not exceed \$8 million.]

SECTION 11. Bonds authorized pursuant to Article XI-Q of the Oregon Constitution under section 1 (5)(r) of this 2025 Act for the Coos Bay Channel Modification may not be issued until the Oregon Business Development Department certifies that the constructing authority has met the following conditions:

(1) An environmental impact statement for the project has been completed and a final record of decision has been issued according to the National Environmental Policy Act; and

(2) The Oregon International Port of Coos Bay, or a private entity engaged in a public-private partnership with the port, has closed on a Railroad Rehabilitation and Improvement Financing loan through the Build America Bureau within the United States Department of Transportation in the amount of at least \$1 billion or has secured equivalent levels of alternative funding through other federal grants or loans.

SECTION 12. (1) A public university that is carrying out a qualified project shall require each contractor in a contract with an estimated cost of \$200,000 or greater to:

(a) Employ apprentices to perform 15 percent of the work hours that workers in apprenticeable occupations perform under the contract, in a manner consistent with the apprentices' respective apprenticeship training programs;

(b) Establish and execute a plan for outreach, recruitment and retention of women, minority individuals and veterans to perform work under the contract, with the aspirational target of having at least 15 percent of total work hours performed by individuals in one or more of those groups;

(c) Provide health insurance and retirement benefits to workers employed by the contractor; and

(d) Require any subcontractor engaged by the contractor to abide by the requirements set forth in paragraphs (a), (b) and (c) of this subsection, if the work to be performed under the subcontract has an estimated cost of \$200,000 or greater.

(2) On or before February 1 of each year, each public university that is carrying out a qualified project shall report to the Joint Committee on Ways and Means or Joint Interim Committee on Ways and Means, as part of the report required under ORS 350.379, on:

(a) The amount of work performed on qualified projects by apprentices;

(b) The amount of work performed on qualified projects by women, minority individuals and veterans; and

(c) The types and costs of health insurance and retirement benefits provided to workers by contractors and subcontractors.

(3) The requirements of this section are in addition to, and not in lieu of, the requirements imposed under ORS 350.379.

(4) As used in this section:

(a) "Apprentice" has the meaning given that term in ORS 660.010.

(b) "Apprenticeable occupation" has the meaning given that term in ORS 660.010.

(c) "Apprenticeship training program" means the total system of apprenticeship that a particular local joint committee, as defined in ORS 660.010, operates, including the local joint committee's registered standards and all other terms and conditions for qualifying, recruiting, selecting, employing and training apprentices in an apprenticeable occupation.

(d) "Minority individual" has the meaning given that term in ORS 200.005.

(e) "Qualified project" means the following capital construction projects:

(A) The Portland State University Portland Center for the Performing Arts Academic Building referenced in section 1 (1)(f) of this 2025 Act;

(B) The University of Oregon Child Behavioral Health Building project referenced in section 1 (1)(g) of this 2025 Act;

(C) The Southern Oregon University Creative Industries/Student Success project referenced in section 1 (1)(h) of this 2025 Act; and

(D) The Western Oregon University Data Center project referenced in section 1 (1)(i) of this 2025 Act.

(f) "Veteran" has the meaning given that term in ORS 408.225.

(g) "Woman" has the meaning given that term in ORS 200.005.

SECTION 13. This 2025 Act being necessary for the immediate preservation of the public peace, health and safety, an emergency is declared to exist, and this 2025 Act takes effect July 1, 2025.

Passed by Senate June 27, 2025

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Obadiah Rutledge, Secretary of Senate

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Rob Wagner, President of Senate

Passed by House June 27, 2025

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Julie Fahey, Speaker of House

Received by Governor:

.....M,....., 2025

Approved:

.....M,....., 2025

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Tina Kotek, Governor

Filed in Office of Secretary of State:

.....M,....., 2025

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Tobias Read, Secretary of State