

# Senate Bill 5531

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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 lottery bonds. (Flesch Readability Score: 66.4).

Modifies the amount and purposes of lottery bonds authorized to be issued for specified state agencies.

Authorizes the issuance of various other lottery bonds.

Establishes funds, or provides for deposit of moneys into existing funds, and appropriates moneys for projects financed.

Provides that the State Treasurer may not issue certain lottery bonds unless the Oregon Department of Administrative Services determines that the recipient is ready to expend the proceeds for authorized uses.

Declares an emergency, effective July 1, 2025.

## A BILL FOR AN ACT

1  
2 Relating to lottery bonds; creating new provisions; amending ORS 285B.551 and section 4, chapter  
3 906, Oregon Laws 2009; and declaring an emergency.

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

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

6 285B.551. (1) Pursuant to ORS 286A.560 to 286A.585, at the request of the Oregon Department  
7 of Administrative Services, after the department consults with the Oregon Business Development  
8 Department, the State Treasurer is authorized to issue lottery bonds:

9 (a) To provide financial and other assistance, including but not limited to loans and grants, to  
10 municipalities, ports and other persons and entities in accordance with the laws governing use of  
11 moneys in the Special Public Works Fund created by ORS 285B.455, the Water Fund created by ORS  
12 285B.563, the Safe Drinking Water Revolving Loan Fund created by ORS 285A.213, the Oregon Port  
13 Revolving Fund created by ORS 285A.708, the Brownfields Redevelopment Fund created by ORS  
14 285A.188, **the Oregon Brownfield Properties Revitalization Fund created by ORS 285A.198**, the  
15 Oregon Business Development Fund created by ORS 285B.092 and the Marine Navigation Improve-  
16 ment Fund created by ORS 777.267.

17 (b) To fund Oregon's share of the costs of the Columbia River channel deepening project.

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

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

22 (a) The financial and other assistance to municipalities, ports and other persons and entities  
23 will assist in the establishment and expansion of businesses in Oregon and in the construction, im-  
24 provement and expansion of infrastructure, community and port facilities and other facilities that  
25 comprise the physical foundation for industrial and commercial activity and provide the basic

**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 framework for continued and expanded economic opportunities and quality communities throughout  
2 Oregon.

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

7 (c) Such financial and other assistance to municipalities, ports and other persons and entities  
8 and the deepening of the Columbia River channel will therefore promote economic development  
9 within this state, and thus the use of net proceeds derived from the operation of the Oregon State  
10 Lottery to pay debt service on lottery bonds issued under this section to provide such financial and  
11 other assistance to municipalities, ports and other persons and entities and to pay a portion of the  
12 costs of deepening the Columbia River channel is an authorized use of state lottery funds under  
13 section 4, Article XV of the Oregon Constitution, and ORS 461.510.

14 (d) The current lower Columbia River estuary habitat for listed endangered or threatened spe-  
15 cies of Columbia River anadromous salmonids could be improved through ecosystem restoration  
16 projects. The use of the Oregon State Lottery to pay debt service on lottery bonds issued under this  
17 section to pay for studying how the estuary could be improved and to pay for ecosystem restoration  
18 projects are authorized uses of state lottery funds.

19 (3)(a) The aggregate principal amount of lottery bonds issued pursuant to subsection (1)(a) of  
20 this section for financial and other assistance to municipalities, ports and other persons and entities  
21 may not exceed the sum of [~~\$416,226,252~~] **\$466,226,252** and an additional amount estimated by the  
22 State Treasurer to be necessary to pay bond-related costs. The aggregate principal amount of lottery  
23 bonds issued pursuant to subsection (1)(b) of this section for the Columbia River channel deepening  
24 project may not exceed the sum of [~~\$17.7~~] **\$32.7** million and an additional amount estimated by the  
25 State Treasurer to be necessary to pay bond-related costs.

26 (b) The Oregon Department of Administrative Services may not request the issuance of lottery  
27 bonds under subsection (1)(b) of this section until the Director of the Oregon Business Development  
28 Department determines that a final environmental impact statement has been issued and a record  
29 of decisions has been submitted to Congress by the United States Army Corps of Engineers, Con-  
30 gress has authorized the Columbia River channel deepening project, and the Washington sponsors'  
31 shares of the costs of the Columbia River channel deepening project have been committed.

32 (4) The net proceeds of lottery bonds issued pursuant to subsection (1)(a) and (b) of this section  
33 shall be deposited in the Economic Infrastructure Project Fund, which is hereby established in the  
34 State Treasury separate and distinct from the General Fund. Interest earned by the Economic  
35 Infrastructure Project Fund shall be credited to the fund. All moneys in the Economic Infrastructure  
36 Project Fund are continuously appropriated to the Oregon Business Development Department for  
37 any purpose for which moneys in the Special Public Works Fund created by ORS 285B.455 may be  
38 used, any purpose for which moneys in the Water Fund created by ORS 285B.563 may be used, any  
39 purpose for which moneys in the Safe Drinking Water Revolving Loan Fund created by ORS  
40 285A.213 may be used, any purpose for which moneys in the Oregon Port Revolving Fund created  
41 by ORS 285A.708 may be used, any purpose for which moneys in the Brownfields Redevelopment  
42 Fund created by ORS 285A.188 may be used, any purpose for which moneys in the Oregon Business  
43 Development Fund created by ORS 285B.092 may be used and any purpose for which moneys in the  
44 Marine Navigation Improvement Fund created by ORS 777.267 may be used. The Director of the  
45 Oregon Business Development Department shall allocate the moneys deposited in the Economic

1 Infrastructure Project Fund for the purposes described in this subsection in accordance with the  
 2 priorities developed by the Oregon Business Development Commission in accordance with ORS  
 3 285A.020. However, the director shall transfer from the Economic Infrastructure Project Fund and  
 4 deposit into the Channel Deepening Account of the Marine Navigation Improvement Fund the pro-  
 5 ceeds of any lottery bonds sold to finance a portion of the costs of the Columbia River channel  
 6 deepening project. Upon determining the relative allocation of moneys deposited in the Economic  
 7 Infrastructure Project Fund among the purposes described in this subsection, the director shall  
 8 transfer from the Economic Infrastructure Project Fund, and deposit into each of the other funds  
 9 described in this subsection, the amounts so allocated. Notwithstanding any other provision of law  
 10 governing the funds described in this subsection, the funds described in this subsection may be  
 11 credited with moneys transferred from the Economic Infrastructure Project Fund by the director in  
 12 accordance with this subsection.

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

23 (6) The proceeds of lottery bonds issued pursuant to this section may be used only for the pur-  
 24 poses set forth in this section and for bond-related costs.

25 **SECTION 2.** (1) For the biennium beginning July 1, 2025, at the request of the Oregon  
 26 Department of Administrative Services, after the department consults with the Oregon  
 27 Business Development Department, the State Treasurer is authorized to issue lottery bonds  
 28 pursuant to ORS 286A.560 to 286A.585 in an amount that produces \$10 million in net proceeds  
 29 for the purposes described in subsection (2) of this section, plus an additional amount esti-  
 30 mated by the State Treasurer to be necessary to pay bond-related costs.

31 (2) Net proceeds of lottery bonds issued under this section must be transferred to the  
 32 Oregon Business Development Department for deposit in the Levee Project Grant Fund es-  
 33 tablished in ORS 285B.421, for the purpose of providing grants under ORS 285B.420 for levee  
 34 projects as defined in ORS 285B.410.

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

39 (a) Levees are an integral part of the commercial and industrial infrastructure of this  
 40 state; and

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

43 **SECTION 3.** (1) For the biennium beginning July 1, 2025, at the request of the Oregon  
 44 Department of Administrative Services, after the department consults with the Oregon  
 45 Business Development Department, the State Treasurer is authorized to issue lottery bonds

1 pursuant to ORS 286A.560 to 286A.585 in an amount that produces \$10 million in net proceeds  
2 for the purposes described in subsection (2) of this section, plus an additional amount esti-  
3 mated by the State Treasurer to be necessary to pay bond-related costs.

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

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

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

14 (b) The projects made possible through increased funding to evaluate, clean up and re-  
15 develop brownfields properties create jobs and further economic development.

16 **SECTION 4.** (1) For the biennium beginning July 1, 2025, at the request of the Oregon  
17 Department of Administrative Services, after the department consults with the Oregon  
18 Business Development Department, the State Treasurer is authorized to issue lottery bonds  
19 pursuant to ORS 286A.560 to 286A.585 in an amount that produces \$5 million in net proceeds  
20 for the purposes described in subsection (2) of this section, plus an additional amount esti-  
21 mated by the State Treasurer to be necessary to pay bond-related costs.

22 (2) Net proceeds of lottery bonds issued under this section must be transferred to the  
23 Oregon Business Development Department for deposit in the Oregon Brownfield Properties  
24 Revitalization Fund established in ORS 285A.198 for the purposes described in ORS 285A.193  
25 to 285A.198.

26 **SECTION 5.** (1) For the biennium beginning July 1, 2025, at the request of the Oregon  
27 Department of Administrative Services, after the department consults with the Oregon  
28 Business Development Department, the State Treasurer is authorized to issue lottery bonds  
29 pursuant to ORS 286A.560 to 286A.585 in an amount that produces \$10 million in net proceeds  
30 for the purposes described in subsection (2) of this section, plus an additional amount esti-  
31 mated by the State Treasurer to be necessary to pay bond-related costs.

32 (2) Net proceeds of lottery bonds issued under this section must be transferred to the  
33 Oregon Business Development Department for deposit in the Oregon Port Revolving Fund  
34 established in ORS 285A.708 for the purposes described in ORS 285A.666 to 285A.732.

35 **SECTION 6.** (1) For the biennium beginning July 1, 2025, at the request of the Oregon  
36 Department of Administrative Services, after the department consults with the Oregon  
37 Business Development Department, the State Treasurer is authorized to issue lottery bonds  
38 pursuant to ORS 286A.560 to 286A.585 in an amount that produces \$30 million in net proceeds  
39 for the purposes described in subsection (2) of this section, plus an additional amount esti-  
40 mated by the State Treasurer to be necessary to pay bond-related costs.

41 (2) Net proceeds of lottery bonds issued under this section must be transferred to the  
42 Oregon Business Development Department for deposit in the Child Care Infrastructure Fund  
43 established in ORS 329A.725.

44 (3) The Legislative Assembly finds that the use of lottery bond proceeds will create jobs,  
45 further economic development, finance public education or restore and protect parks,

1 beaches, watersheds and native fish and wildlife, and is authorized based on the following  
2 findings:

3 (a) Increasing the capacity of child care facilities will create jobs; and

4 (b) Providing additional opportunities for child care will allow more individuals needing  
5 child care to seek employment, promoting economic growth.

6 **SECTION 7.** (1) For the biennium beginning July 1, 2025, at the request of the Oregon  
7 Department of Administrative Services, after the department consults with the Department  
8 of Education, the State Treasurer is authorized to issue lottery bonds pursuant to ORS  
9 286A.560 to 286A.585 in an amount that produces \$5 million in net proceeds for the purposes  
10 described in subsection (2) of this section, plus an additional amount estimated by the State  
11 Treasurer to be necessary to pay bond-related costs.

12 (2) Net proceeds of lottery bonds issued under this section must be transferred to the  
13 Department of Education for deposit in the Connecting Oregon Schools Fund established in  
14 ORS 276A.424, for providing matching funds for federal moneys received by school districts,  
15 education service districts, public charter schools or a consortium that consists of any  
16 combination of school districts, education service districts and public charter schools, for the  
17 purpose of providing broadband access to eligible education facilities in this state.

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

22 (a) Assisting education facilities with matching funds promotes expansion of access to  
23 high-speed broadband for public education; and

24 (b) Providing financial assistance to education facilities for building connections to  
25 broadband infrastructure will enhance community efforts to promote economic growth.

26 **SECTION 8.** Section 4, chapter 906, Oregon Laws 2009, as amended by section 3, chapter 624,  
27 Oregon Laws 2011, section 19, chapter 786, Oregon Laws 2013, section 15, chapter 121, Oregon Laws  
28 2014, section 37, chapter 812, Oregon Laws 2015, section 4, chapter 66, Oregon Laws 2016, section  
29 7, chapter 748, Oregon Laws 2017, section 7, chapter 671, Oregon Laws 2019, section 4, chapter 682,  
30 Oregon Laws 2021, and section 9, chapter 599, Oregon Laws 2023, is amended to read:

31 **Sec. 4.** (1) Pursuant to ORS 286A.560 to 286A.585, at the request of the Oregon Department of  
32 Administrative Services, after the department consults with the Housing and Community Services  
33 Department, the State Treasurer is authorized to issue lottery bonds for the Housing and Community  
34 Services Department to provide financial assistance to aid in the acquisition, renovation or mainte-  
35 nance of properties with project-based federal rental assistance contracts, public housing undergoing  
36 significant recapitalization or publicly supported housing as defined in ORS 456.250, or to preserve  
37 the affordability of manufactured dwelling parks.

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

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

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

43 (3) The aggregate principal amount of lottery bonds issued pursuant to subsection (1) of this  
44 section may not exceed the amount of [\$108,801,718] **\$293,801,718** plus an additional amount esti-  
45 mated by the State Treasurer to be necessary to pay bond-related costs as defined in ORS 286A.560.

1       **SECTION 9.** (1) For the biennium beginning July 1, 2025, at the request of the Oregon  
2 Department of Administrative Services, after the department consults with the Water Re-  
3 sources Department, the State Treasurer is authorized to issue lottery bonds pursuant to  
4 ORS 286A.560 to 286A.585 in an amount that produces \$20 million in net proceeds for the  
5 purposes described in subsection (2) of this section, plus an additional amount estimated by  
6 the State Treasurer to be necessary to pay bond-related costs.

7       (2) Net proceeds of lottery bonds issued under this section must be transferred to the  
8 Water Resources Department for deposit in the Water Supply Development Account estab-  
9 lished in ORS 541.656, for providing grants or loans to evaluate, plan and develop in-stream  
10 and out-of-stream statewide water development projects.

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

15       (a) Having adequate drinking water systems, irrigation, drainage and healthy ecosystems  
16 enhances community development and supports Oregon's economic growth; and

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

20       **SECTION 10.** (1) For the biennium beginning July 1, 2025, at the request of the Oregon  
21 Department of Administrative Services, after the department consults with the State Parks  
22 and Recreation Department, the State Treasurer may issue lottery bonds pursuant to ORS  
23 286A.560 to 286A.585 in an amount that produces \$10 million in net proceeds for the purposes  
24 described in subsection (2) of this section, plus an additional amount estimated by the State  
25 Treasurer to be necessary to pay bond-related costs.

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

30       (3) The Legislative Assembly finds that the use of proceeds of lottery bonds issued pur-  
31 suant to this section will create jobs, further economic development and enhance the eco-  
32 nomic vitality of Oregon downtowns and local communities by supporting projects that  
33 revitalize historic downtown commercial districts, redevelop and reuse existing buildings,  
34 facilitate small business relocation and expansion initiatives and provide assistance, training  
35 and technical services.

36       **SECTION 11.** (1) For the biennium beginning July 1, 2025, at the request of the Oregon  
37 Department of Administrative Services, after the department consults with the Oregon  
38 Business Development Department, the State Treasurer is authorized to issue lottery bonds  
39 pursuant to ORS 286A.560 to 286A.585 in an amount that produces \$20 million in net proceeds  
40 for the purposes described in subsection (2) of this section, plus an additional amount esti-  
41 mated by the State Treasurer to be necessary to pay bond-related costs.

42       (2) Net proceeds of lottery bonds issued under this section must be transferred to the  
43 department for deposit in the ODAS Economic Development Distributions Fund established  
44 under ORS 461.553, for distribution to the urban flood safety and water quality district for  
45 levee system improvements along the Columbia River from Sauvie Island to the Sandy River

1 in Troutdale.

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

6 (a) Levees are an integral part of the commercial and industrial infrastructure of this  
7 state; and

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

10 **SECTION 12.** (1) For the biennium beginning July 1, 2025, at the request of the Oregon  
11 Department of Administrative Services, after the department consults with the Oregon  
12 Business Development Department, the State Treasurer is authorized to issue lottery bonds  
13 pursuant to ORS 286A.560 to 286A.585 in an amount that produces \$10 million in net proceeds  
14 for the purposes described in subsection (2) of this section, plus an additional amount esti-  
15 mated by the State Treasurer to be necessary to pay bond-related costs.

16 (2) Net proceeds of lottery bonds issued under this section must be transferred to the  
17 Oregon Business Development Department for deposit in the County Fair Resilience Fund  
18 established under section 13 of this 2025 Act for the purpose of providing grants for capital  
19 improvements to county fair facilities.

20 (3) The Legislative Assembly finds that the use of lottery bond proceeds will create jobs,  
21 further economic development, finance public education or restore and protect parks,  
22 beaches, watersheds and native fish and wildlife, and is authorized based on the finding that  
23 county fairs and fairground activities enhance the economic viability of the region through  
24 increased tourism, job creation and improved quality of life for the community.

25 **SECTION 13.** (1) The County Fair Resilience Fund is established in the State Treasury,  
26 separate and distinct from the General Fund. Interest earned by the County Fair Resilience  
27 Fund must be credited to the fund. The County Fair Resilience Fund consists of moneys de-  
28 posited in the fund under section 12 of this 2025 Act and may include moneys appropriated,  
29 allocated, deposited or transferred to the fund by the Legislative Assembly or otherwise and  
30 interest earned on moneys in the fund.

31 (2) Moneys in the fund are continuously appropriated to the Oregon Business Develop-  
32 ment Department for disbursement for the purposes set forth in section 12 of this 2025 Act.

33 **SECTION 14.** (1) For the biennium beginning July 1, 2025, at the request of the Oregon  
34 Department of Administrative Services, after the department consults with the Oregon  
35 Business Development Department, the State Treasurer is authorized to issue lottery bonds  
36 pursuant to ORS 286A.560 to 286A.585 in an amount that produces \$100 million in net pro-  
37 ceeds for the purposes described in subsection (2) of this section, plus an additional amount  
38 estimated by the State Treasurer to be necessary to pay bond-related costs.

39 (2) Net proceeds of lottery bonds issued under this section must be transferred to the  
40 Oregon Business Development Department for deposit in the Housing Infrastructure Fund  
41 established under section 15 of this 2025 Act for the purpose of providing grants to support  
42 key community infrastructure investments including transportation, water, wastewater and  
43 stormwater infrastructure that will result in affordable housing for households with very  
44 low, low or moderate income.

45 (3) The Legislative Assembly finds that the use of lottery bond proceeds will create jobs,

1 further economic development, finance public education or restore and protect parks,  
2 beaches, watersheds and native fish and wildlife, and is authorized based on the following  
3 findings:

4 (a) Individuals who are at risk of homelessness or who otherwise pay a disproportionate  
5 share of income for housing increase their potential for self-sufficiency, and use proportion-  
6 ately fewer community-funded resources, when they are provided with a stable housing en-  
7 vironment; and

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

10 **SECTION 15.** (1) The Housing Infrastructure Fund is established in the State Treasury,  
11 separate and distinct from the General Fund. Interest earned by the Housing Infrastructure  
12 Fund must be credited to the fund. The Housing Infrastructure Fund consists of moneys  
13 deposited in the fund under section 14 of this 2025 Act and may include moneys appropriated,  
14 allocated, deposited or transferred to the fund by the Legislative Assembly or otherwise and  
15 interest earned on moneys in the fund.

16 (2) Moneys in the fund are continuously appropriated to the Oregon Business Develop-  
17 ment Department for disbursement for the purposes set forth in section 14 of this 2025 Act.

18 **SECTION 16.** (1) For the biennium beginning July 1, 2025, at the request of the Oregon  
19 Department of Administrative Services, after the department consults with the Oregon  
20 Business Development Department, the State Treasurer is authorized to issue lottery bonds  
21 pursuant to ORS 286A.560 to 286A.585 in an amount that produces \$20 million in net proceeds  
22 for the purposes described in subsection (2) of this section, plus an additional amount esti-  
23 mated by the State Treasurer to be necessary to pay bond-related costs.

24 (2) Net proceeds of lottery bonds issued under this section must be transferred to the  
25 Oregon Business Development Department for deposit in the Container Port Improvement  
26 Fund established under section 17 of this 2025 Act for the purpose of providing grants for  
27 capital improvement projects to ensure that Oregon ports can continue to provide container  
28 service.

29 (3) The Legislative Assembly finds that the use of lottery bond proceeds will create jobs,  
30 further economic development, finance public education or restore and protect parks,  
31 beaches, watersheds and native fish and wildlife, and is authorized based on the finding that  
32 financial and other assistance to municipalities, ports and other persons and entities will  
33 assist in the establishment and expansion of businesses in this state and in the construction,  
34 improvement and expansion of infrastructure, community and port facilities and other fa-  
35 cilities that comprise the physical foundation for industrial and commercial activity and  
36 provide the basic framework for continued and expanded economic opportunities and quality  
37 communities throughout this state.

38 **SECTION 17.** (1) The Container Port Improvement Fund is established in the State  
39 Treasury, separate and distinct from the General Fund. Interest earned by the Container  
40 Port Improvement Fund must be credited to the fund. The Container Port Improvement  
41 Fund consists of moneys deposited in the fund under section 16 of this 2025 Act and may  
42 include moneys appropriated, allocated, deposited or transferred to the fund by the Legisla-  
43 tive Assembly or otherwise and interest earned on moneys in the fund.

44 (2) Moneys in the fund are continuously appropriated to the Oregon Business Develop-  
45 ment Department for disbursement for the purposes set forth in section 16 of this 2025 Act.



1       **SECTION 18.** (1) For the biennium beginning July 1, 2025, at the request of the Oregon  
2 Department of Administrative Services, after the department consults with the Oregon  
3 Business Development Department, the State Treasurer is authorized to issue lottery bonds  
4 pursuant to ORS 286A.560 to 286A.585 in an amount that produces \$10 million in net proceeds  
5 for the purposes described in subsection (2) of this section, plus an additional amount esti-  
6 mated by the State Treasurer to be necessary to pay bond-related costs.

7       (2) Net proceeds of lottery bonds issued under this section must be transferred to the  
8 Oregon Business Development Department for deposit in the Industrial Site Loan Fund es-  
9 tablished under section 19 of this 2025 Act for the purpose of providing grants for projects  
10 related to industrial lands readiness activities.

11       (3) The Legislative Assembly finds that the use of lottery bond proceeds will create jobs,  
12 further economic development, finance public education or restore and protect parks,  
13 beaches, watersheds and native fish and wildlife, and is authorized based on the finding that  
14 industrial development that provides new traded sector jobs reinforces the economies of local  
15 and regional communities and contributes to Oregon's economic recovery.

16       **SECTION 19.** (1) The Industrial Site Loan Fund is established in the State Treasury,  
17 separate and distinct from the General Fund. Interest earned by the Industrial Site Loan  
18 Fund must be credited to the fund. The Industrial Site Loan Fund consists of moneys de-  
19 posited in the fund under section 18 of this 2025 Act and may include moneys appropriated,  
20 allocated, deposited or transferred to the fund by the Legislative Assembly or otherwise and  
21 interest earned on moneys in the fund.

22       (2) Moneys in the fund are continuously appropriated to the Oregon Business Develop-  
23 ment Department for disbursement for the purposes set forth in section 18 of this 2025 Act.

24       **SECTION 20.** (1) Prior to requesting the issuance of lottery bonds pursuant to this 2025  
25 Act, the Oregon Department of Administrative Services shall review each authorized use of  
26 lottery bond proceeds and determine whether the recipient is ready to expend the proceeds  
27 for the authorized use.

28       (2) If the department determines that a recipient is not ready to expend the proceeds for  
29 an authorized use, the State Treasurer may not issue lottery bonds under this 2025 Act for  
30 the authorized use.

31       **SECTION 21.** This 2025 Act being necessary for the immediate preservation of the public  
32 peace, health and safety, an emergency is declared to exist, and this 2025 Act takes effect  
33 July 1, 2025.

34