

## Legislative Fiscal Office

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## Joint Committee on Ways and Means

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Rep. Greg Smith, House Co-Vice Chair

**To:** Capital Construction Subcommittee

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

**Date:** July 3, 2017

**Subject:** SB 5505 – Bond Authorization  
Work Session Recommendations

SB 5505 limits the maximum amount of bonds and third party financing agreements that state agencies may issue and the amount of revenue state agencies may raise from such issuance. The proceeds from the issuance of bonds are included as revenues in agency budgets. The bill also allocates the federal tax-exempt private activity bond volume cap.

The -2 amendment replaces the bill with the final general obligation bonds, revenue bonds, certifications of participation, and other financing agreements authorized to be issued during the 2017-19 biennium. Bond authorizations include:

- \$264.3 million of Article XI-G and Article XI-Q general obligation bonds to finance 14 public university projects.
- \$103.2 million of Article XI-G general obligation bonds to finance 15 community college projects.
- \$206.1 million of Article XI-Q general obligation bonds to finance the capital costs of state property, including deferred maintenance on state-owned facilities and information technology projects;
- \$121.6 million of Article XI-M and Article XI-N general obligation bonds for seismic rehabilitation grants to schools and emergency services facilities.
- \$113.7 million of Article XI-Q general obligation bonds to complete construction of the Multnomah County Courthouse, provide initial support for replacement of the Lane County Courthouse, and begin renovation of the Supreme Court building.
- \$101 million of Article XI-P general obligation bonds to fund matching grants to school districts for capital improvements.
- \$101 million of certificates of participation to finance the release of a portion of the Elliott State Forest from restrictions from ownership of the Common School Fund to preserve non-economic benefits of the forest.
- \$81.1 million of Article XI-Q general obligation bonds for the Local Innovation and Fast Track (LIFT) Housing program.
- \$199.9 million of lottery revenue bonds to support projects authorized in SB 5530 and HB 2278 (2015).

A summary of general obligation bonds included in the -2 amendment is attached. General Fund debt service on the approved bonds is estimated to be \$25.1 million in the 2017-19 biennium and \$184.2 million in the 2019-21 biennium. Lottery Funds debt service is estimated to be \$32.4 million in the 2019-21 biennium.

If the -2 amendment is approved, remaining debt capacity for General Fund supported bonds will be approximately \$80.8 million and Lottery Bonds will be approximately \$26.2 million.

**Recommended Changes**

LFO recommends adoption of the -2 amendment.

**MOTION: I move adoption of the -2 amendment to SB 5505. (VOTE)**

**Final Subcommittee Action**

LFO recommends that SB 5505, as amended by the -2 amendment, to be moved to the Ways and Means Full Committee.

**MOTION: I move SB 5505, as amended, to the Full Committee with a do pass recommendation. (VOTE)**

**Carriers**

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

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

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

**General Obligation Bonds  
2017-19 Legislatively Adopted Budget**

		<b>Bond Program</b>	<b>Project Amount</b>	<b>Cost of Issuance</b>	<b>Bond Par Value</b>
<b>General Fund Supported</b>					
HECC	All - Capital Improvement and Renewal	XI-Q	50,000,000	620,000	50,620,000
HECC	EOU - Loso Hall Renovation	XI-Q	5,500,000	75,000	5,575,000
HECC	OIT - Center for Excellence in Engineering & Technology/Cornett Hall	XI-G	2,000,000	50,000	2,050,000
HECC	OIT - Center for Excellence in Engineering & Technology/Cornett Hall	XI-Q	38,000,000	475,000	38,475,000
HECC	OIT - OMIC Research and Development Facility	XI-Q	3,875,000	65,000	3,940,000
HECC	OSU - Cascades Expansion Site Reclamation	XI-Q	9,000,000	145,000	9,145,000
HECC	OSU - Cordley Hall Renovation	XI-Q	15,000,000	250,000	15,250,000
HECC	OSU - Fairbanks Hall Renovation	XI-Q	11,000,000	220,000	11,220,000
HECC	OSU - Gilkey Hall Renovation	XI-G	2,000,000	50,000	2,050,000
HECC	OSU - Gilkey Hall Renovation	XI-Q	1,000,000	45,000	1,045,000
HECC	OSU - Quality Foods & Beverage Center	XI-G	9,000,000	100,000	9,100,000
HECC	PSU - Graduate School of Education Facility	XI-G	36,000,000	485,000	36,485,000
HECC	PSU - Graduate School of Education Facility	XI-Q	9,000,000	145,000	9,145,000
HECC	SOU - Central Hall Capital Improvements	XI-Q	6,000,000	125,000	6,125,000
HECC	UO - Campus for Accelerating Scientific Impact	XI-G	50,000,000	620,000	50,620,000
HECC	WOU - Information Technology Center Renovation	XI-G	500,000	40,000	540,000
HECC	WOU - Information Technology Center Renovation	XI-Q	5,000,000	70,000	5,070,000
HECC	WOU - Oregon Military Building Renovation	XI-G	500,000	40,000	540,000
HECC	WOU - Oregon Military Building Renovation	XI-Q	7,200,000	135,000	7,335,000
			<b>260,575,000</b>	<b>3,755,000</b>	<b>264,330,000</b>
HECC	Blue Mountain CC - Facility for Agricultural Resource Management	XI-G	5,000,000	115,000	5,115,000
HECC	Chemeketa CC - Agricultural Complex	XI-G	6,000,000	125,000	6,125,000
HECC	Clackamas CC - DeJardin Building Addition	XI-G	8,000,000	140,000	8,140,000
HECC	Clackamas CC - Student Services and Community Commons	XI-G	8,000,000	140,000	8,140,000
HECC	Clasop CC - Marine Science Center Renovation and Expansion	XI-G	7,996,994	138,006	8,135,000
HECC	Columbia Gorge CC - Middle College Prototype Facility (carryover)	XI-G	7,320,000	80,000	7,400,000
HECC	Lane CC - Health Care Village Facility	XI-G	8,000,000	140,000	8,140,000
HECC	Linn Benton CC - Student Advising & Campus Safety Center	XI-G	7,500,000	135,000	7,635,000
HECC	Mt. Hood CC - Maywood Park Center	XI-G	8,000,000	140,000	8,140,000
HECC	Oregon Coast CC - Workforce Education and Resiliency Center	XI-G	8,000,000	140,000	8,140,000
HECC	Portland CC - Health Technology Building Renovation	XI-G	8,000,000	140,000	8,140,000
HECC	Rogue CC - Elk Building Science Facility Renovation & Expansion	XI-G	6,000,000	125,000	6,125,000
HECC	Southwestern Oregon CC - Dellwood Hall Remodel and Expansion	XI-G	2,749,997	55,003	2,805,000
HECC	Treasure Valley CC - Workforce Vocation Center (carryover)	XI-G	2,830,250	34,750	2,865,000
HECC	Umpqua CC - Industrial Technology Building (carryover)	XI-G	8,000,000	140,000	8,140,000
			<b>101,397,241</b>	<b>1,787,759</b>	<b>103,185,000</b>
DEQ	Orphan Sites Clean-Up	XI-H	10,000,000	300,000	10,300,000
OBDD	Seismic Rehabilitation Grant Program - Schools	XI-M	100,000,000	1,180,000	101,180,000
OBDD	Seismic Rehabilitation Grant Program - Emergency Services Buildings	XI-N	20,000,000	430,000	20,430,000
ODE	School Capital Improvement Matching Program	XI-P	100,000,000	985,000	100,985,000
HCSD	LIFT Housing Program	XI-Q	80,000,000	1,090,000	81,090,000
OJD	Multnomah County Courthouse	XI-Q	101,500,000	995,000	102,495,000
OJD	Lane County Courthouse	XI-Q	5,000,000	115,000	5,115,000
OJD	Oregon Supreme Court Building Renovation	XI-Q	6,000,000	125,000	6,125,000
			<b>112,500,000</b>	<b>1,235,000</b>	<b>113,735,000</b>

**General Obligation Bonds  
2017-19 Legislatively Adopted Budget**

		<b>Bond Program</b>	<b>Project Amount</b>	<b>Cost of Issuance</b>	<b>Bond Par Value</b>
DHS	ONE Integrated Eligibility and Medicaid Eligibility System	XI-Q	33,523,000	522,000	34,045,000
DOC	Capital Improvements and Renewal	XI-Q	26,293,534	476,466	26,770,000
DOC	Technology Infrastructure (VoIP Telephony Upgrade and Install)	XI-Q	12,200,000	245,000	12,445,000
DOJ	Child Support Enforcement Automated System	XI-Q	16,267,633	317,367	16,585,000
DOR	Core Tax Revenue Systems Replacement	XI-Q	4,781,944	73,056	4,855,000
LAC	Capitol Accessibility, Maintenance and Safety	XI-Q	13,720,642	239,358	13,960,000
ODE	Oregon School for the Deaf - Facility Improvements	XI-Q	4,297,558	67,442	4,365,000
ODF	Toledo Facility Replacement	XI-Q	753,300	20,925	774,225
ODFW	Deferred Maintenance Project	XI-Q	10,000,000	215,000	10,215,000
ODVA	Lebanon Veterans' Home Parking Lot	XI-Q	1,300,000	45,000	1,345,000
ODVA	The Dalles Veterans' Home Capital Improvements	XI-Q	1,150,000	45,000	1,195,000
ODVA	Roseburg Veterans' Home	XI-Q	10,500,000	220,000	10,720,000
OMD	Grants Pass Armory Service Life Extension	XI-Q	3,270,356	59,644	3,330,000
OMD	Resiliency Grant Fund	XI-Q	5,000,000	70,000	5,070,000
OMD	Regional Armory Emergency Enhancement Project	XI-Q	8,534,400	140,600	8,675,000
OMD	Regional Training Institute	XI-Q	6,500,000	130,000	6,630,000
OMD	Youth Challenge Armory	XI-Q	4,977,000	118,000	5,095,000
OYA	Capital Improvements	XI-Q	17,168,249	281,751	17,450,000
OYA	MacLaren West Cottages Renovation	XI-Q	15,177,200	272,800	15,450,000
OYA	Rogue Valley Facility Improvements	XI-Q	6,973,465	121,535	7,095,000
			<b>202,388,281</b>	<b>3,680,944</b>	<b>206,069,225</b>
ODF	Elliott State Forest	COPS	100,000,000	985,000	100,985,000
	<b>Total General Fund Obligations</b>		<b>1,086,860,522</b>	<b>15,428,703</b>	<b>1,102,289,225</b>
<b>Other Funds Supported (non-capacity)</b>					
HECC	EOU - Track & Field Facilities Restoration	XI-F(1)	750,000	40,000	790,000
HECC	OIT - Student Recreation Center	XI-F(1)	5,000,000	115,000	5,115,000
HECC	PSU - 12th & Market Residence Hall	XI-F(1)	53,500,000	725,000	54,225,000
HECC	PSU - Graduate School of Education Facility	XI-F(1)	6,000,000	80,000	6,080,000
HECC	PSU - University Center Building Land	XI-F(1)	15,000,000	260,000	15,260,000
HECC	PSU - Corbett Building Purchase	XI-F(1)	5,031,225	68,775	5,100,000
			<b>85,281,225</b>	<b>1,288,775</b>	<b>86,570,000</b>
ODVA	Veterans' Home Loan Program	XI-A	120,000,000		120,000,000
DEQ	Clean Water State Revolving Fund	XI-H	10,000,000		10,000,000
HCSD	Elderly & Disabled Housing Program	XI-I(2)	25,000,000		25,000,000
ODF	Toledo Facility Replacement	XI-Q	1,046,700	29,075	1,075,775
DAS	Enterprise Technology Services - SDC Capital Leases	OFA	10,000,000		10,000,000
DAS	Portland State Office Building Improvements	XI-Q	13,146,000	214,000	13,360,000
	<b>Total Dedicated Fund Obligations</b>		<b>264,473,925</b>	<b>1,531,850</b>	<b>266,005,775</b>