

A-Engrossed
Senate Bill 1020

Ordered by the Senate April 4
Including Senate Amendments dated April 4

Sponsored by Senator MANNING JR

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.

Directs Department of Transportation to enter into grant agreement with Lane Transit District to fund bus rapid transit and high-capacity transit systems.

[Appropriates moneys to department for purposes of grant agreement.]

Authorizes issuance of lottery bonds to finance grant agreement.

Declares emergency, effective July 1, 2017.

A BILL FOR AN ACT

Relating to mass transit; and declaring an emergency.

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

SECTION 1. (1) The Department of Transportation shall enter into a grant agreement with the Lane Transit District. The grant agreement must:

(a) Provide that the department will grant \$30 million to the district; and

(b) Provide that the district will use grant moneys for expansion of its bus rapid transit and high-capacity transit systems.

(2) The grant agreement may contain reporting or accounting requirements or any other terms and conditions that the department determines are necessary or advisable.

SECTION 2. (1) For the biennium beginning July 1, 2017, at the request of the Department of Transportation, the State Treasurer is authorized to issue lottery bonds pursuant to ORS 286A.560 to 286A.585 in an amount that produces \$30 million in net proceeds and interest earnings for the purposes described in subsection (2) of this section, plus an additional amount estimated by the State Treasurer to be necessary to pay bond-related costs.

(2) Net proceeds of lottery bonds issued under this section must be transferred to the Department of Transportation for deposit into the Lane Transit District Expansion Fund, established in section 3 of this 2017 Act, to be used for the purposes described in section 3 of this 2017 Act.

(3) The Legislative Assembly finds that expansion of mass transit systems promotes employment and economic development by enabling a larger pool of workers to travel to available jobs. The Legislative Assembly thereby finds that the use of lottery bonds for the purposes described in section 3 of this 2017 Act will create jobs and facilitate and encourage economic development.

SECTION 3. (1) The Lane Transit District Expansion Fund is established in the State Treasury, separate and distinct from the General Fund. Interest earned by the Lane Transit

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 **District Expansion Fund shall be credited to the fund. The fund consists of moneys deposited**
2 **into the fund under section 2 of this 2017 Act and may include moneys appropriated, allo-**
3 **cated, deposited or transferred to the fund by the Legislative Assembly or otherwise and**
4 **interest earned on moneys in the fund.**

5 **(2) Moneys in the fund are continuously appropriated to the Department of Transporta-**
6 **tion to be used:**

7 **(a) To issue grants to the Lane Transit District under the grant agreement described in**
8 **section 1 of this 2017 Act; and**

9 **(b) To pay for expenses incurred by the department in complying with section 1 of this**
10 **2017 Act.**

11 **SECTION 4. This 2017 Act being necessary for the immediate preservation of the public**
12 **peace, health and safety, an emergency is declared to exist, and this 2017 Act takes effect**
13 **on July 1, 2017.**

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