

**REVENUE IMPACT OF
PROPOSED LEGISLATION
80th Oregon Legislative Assembly
2019 Regular Session
Legislative Revenue Office**

**Bill Number: HB 5005 - A
Revenue Area: Bonding & Debt
Economist: Mazen Malik
Date: 06-26-2019
Corrected**

*Only Impacts on Original or Engrossed
Versions are Considered Official*

Measure Description:

Establishes amounts authorized for issuance of general obligation bonds, revenue bonds, certificates of participation and other financing agreements for biennium.

Revenue Impact (in \$Millions):

	Total Issuance 2019-21	Cost of issuance 2019-21	Debt Service 2019-21	Net Revenue 2019-21	Debt Service 2021-23	Debt Service 2023-25
GENERAL OBLIGATION BONDS						
General Fund Obligations						
Higher Education Coordinating Comm. - CC (Art. XI-G)	\$75.27	(\$1.16)	\$0.00	\$74.11	(\$8.37)	(\$8.38)
Oregon Business Development Dept. (Art. XI-M)	\$101.24	(\$1.24)	(\$3.78)	\$96.22	(\$15.69)	(\$15.71)
Oregon Business Development Dept. (Art. XI-N)	\$20.27	(\$0.27)	(\$0.76)	\$19.24	(\$3.14)	(\$3.14)
Oregon Department of Education (Art. XI-P)	\$126.09	(\$1.09)	\$0.00	\$125.00	(\$20.27)	(\$20.30)
Department of Administrative Services (Art. XI-Q)	\$623.15	(\$8.26)	(\$22.83)	\$592.06	(\$116.89)	(\$117.03)
Total General Fund	\$946.01	(\$12.01)	(\$27.37)	\$906.63	(\$164.37)	(\$164.56)
Dedicated Fund Obligations						
Department of Veterans' Affairs (Art. XI-A)	\$180.00	(\$2.70)	(\$36.00)	\$141.30	(\$72.00)	(\$72.09)
Dept of Environmental Quality (Art. XI-H)	\$10.00	\$0.00	(\$10.02)	(\$0.02)	\$0.00	\$0.00
Housing and Community Services Dept (Art. XI-I(2))	\$50.00	(\$0.75)	(\$10.00)	\$39.25	(\$20.00)	(\$20.02)
Department of Administrative Services (Art. XI-Q)	\$50.14	(\$0.83)	(\$4.70)	\$44.61	(\$7.47)	(\$7.48)
Total Dedicated Fund	\$290.14	(\$4.28)	(\$60.72)	\$225.14	(\$99.47)	(\$99.59)
Total General Obligation Bonds	\$1,236.15	(\$16.29)	(\$88.09)	\$1,131.77	(\$263.83)	(\$264.15)
REVENUE BONDS						
Direct Revenue Bonds						
Housing and Community Services Department	\$500.00	(\$7.50)	(\$100.00)	\$392.50	(\$200.00)	(\$200.24)
Highway User Tax	\$485.00	(\$7.28)	(\$97.00)	\$380.72	(\$194.00)	(\$194.23)
Oregon Business Development Department	\$100.00	(\$1.50)	(\$20.00)	\$78.50	(\$40.00)	(\$40.05)
Total Direct Revenue Bonds	\$1,085.00	(\$16.28)	(\$217.00)	\$851.72	(\$434.00)	(\$434.52)

State Capitol Building
900 Court St NE
Salem, Oregon 97301-1347

Phone (503) 986-1266
Fax (503) 986-1770
<https://www.oregonlegislature.gov/lro>

Impact Explanation:

The bonds are categorized as General Fund (General Obligation) GO bonds (\$946 Million), Dedicated Funds (General Obligation) GO bonds (\$290 Million), and Revenue Bonds (\$1.1 Billion). Issuance of the Revenue Bonds and most of the dedicated funds GO bonds are assumed to occur mid 2019-21 biennium. Most of the General Fund GO bonds are to be issued in May 2020 and March 2021. Most of the bonds are assumed to mature in 25 years and be tax exempt at 5% rate. The lottery bonds are shown in the revenue statement of HB 5030.

For more detail on the projects and the agency budgets where the revenue will occur, refer to LFO budget report at: <https://olis.leg.state.or.us/liz/2019R1/Downloads/CommitteeMeetingDocument/205701>

Creates, Extends, or Expands Tax Expenditure: Yes No