## SENATE AMENDMENTS TO SENATE BILL 5530

By JOINT COMMITTEE ON WAYS AND MEANS

July 4

1 On <u>page 1</u> of the printed bill, line 3, after "2009," delete the rest of the line and insert "sections 2 3, 6 and 18, chapter 786, Oregon Laws 2013, and sections 23 and 28a, chapter 812, Oregon Laws 2015; 3 and declaring an emer-".

4 Delete lines 6 through 28 and delete pages 2 through 8 and insert:

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 Business Development Fund created by ORS 285B.092 and the Marine Navi-15 gation Improvement Fund created by ORS 777.267.

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

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

20

16

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

(a) The financial and other assistance to municipalities, ports and other persons and entities will assist in the establishment and expansion of businesses in Oregon and in the construction, improvement and expansion of infrastructure, community and port facilities and other facilities that comprise the physical foundation for industrial and commercial activity and provide the basic framework for continued and expanded economic opportunities and quality communities throughout Oregon.

27 "(b) The Columbia River channel deepening project is necessary to allow newer, larger 28 steamships access to Oregon and Washington deep draft ports. A deeper shipping channel will allow 29 the Columbia River to continue as a world leader in agricultural exports and as a key trade corridor 30 for farms and businesses throughout Oregon and the region.

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

3 "(d) The current lower Columbia River estuary habitat for listed endangered or threatened spe-4 cies of Columbia River anadromous salmonids could be improved through ecosystem restoration 5 projects. The use of the Oregon State Lottery to pay debt service on lottery bonds issued under this 6 section to pay for studying how the estuary could be improved and to pay for ecosystem restoration 7 projects are authorized uses of state lottery funds.

8 "(3)(a) The aggregate principal amount of lottery bonds issued pursuant to subsection (1)(a) of 9 this section for financial and other assistance to municipalities, ports and other persons and entities 10 may not exceed the sum of [\$306,226,252] **\$336,226,252** and an additional amount estimated by the 11 State Treasurer to be necessary to pay bond-related costs. The aggregate principal amount of lottery 12 bonds issued pursuant to subsection (1)(b) of this section for the Columbia River channel deepening 13 project may not exceed the sum of \$17.7 million and an additional amount estimated by the State 14 Treasurer to be necessary to pay bond-related costs.

15 "(b) The Oregon Department of Administrative Services may not request the issuance of lottery 16 bonds under subsection (1)(b) of this section until the Director of the Oregon Business Development 17 Department determines that a final environmental impact statement has been issued and a record 18 of decisions has been submitted to Congress by the United States Army Corps of Engineers, Con-19 gress has authorized the Columbia River channel deepening project, and the Washington sponsors' 12 shares of the costs of the Columbia River channel deepening project have been committed.

21"(4) The net proceeds of lottery bonds issued pursuant to subsection (1)(a) and (b) of this section 22shall be deposited in the Economic Infrastructure Project Fund, which is hereby established in the 23State Treasury separate and distinct from the General Fund. Interest earned by the Economic 24 Infrastructure Project Fund shall be credited to the fund. All moneys in the Economic Infrastructure 25Project Fund are continuously appropriated to the Oregon Business Development Department for 26any purpose for which moneys in the Special Public Works Fund created by ORS 285B.455 may be 27used, any purpose for which moneys in the Water Fund created by ORS 285B.563 may be used, any purpose for which moneys in the Safe Drinking Water Revolving Loan Fund created by ORS 28285A.213 may be used, any purpose for which moneys in the Oregon Port Revolving Fund created 29 30 by ORS 285A.708 may be used, any purpose for which moneys in the Brownfields Redevelopment Fund created by ORS 285A.188 may be used, any purpose for which moneys in the Oregon Business 3132Development Fund created by ORS 285B.092 may be used and any purpose for which moneys in the 33 Marine Navigation Improvement Fund created by ORS 777.267 may be used. The Director of the 34Oregon Business Development Department shall allocate the moneys deposited in the Economic 35 Infrastructure Project Fund for the purposes described in this subsection in accordance with the priorities developed by the Oregon Business Development Commission in accordance with ORS 36 37 285A.020. However, the director shall transfer from the Economic Infrastructure Project Fund and 38 deposit into the Channel Deepening Account of the Marine Navigation Improvement Fund the pro-39 ceeds of any lottery bonds sold to finance a portion of the costs of the Columbia River channel 40 deepening project. Upon determining the relative allocation of moneys deposited in the Economic 41 Infrastructure Project Fund among the purposes described in this subsection, the director shall 42transfer from the Economic Infrastructure Project Fund, and deposit into each of the other funds described in this subsection, the amounts so allocated. Notwithstanding any other provision of law 43 44 governing the funds described in this subsection, the funds described in this subsection may be 45 credited with moneys transferred from the Economic Infrastructure Project Fund by the director in 1 accordance with this subsection.

2 (5) The aggregate principal amount of lottery bonds issued pursuant to subsection (1)(c) of this section for the costs of studies and ecosystem restoration projects in the lower Columbia River 3 4 estuary may not exceed the sum of \$750,000 and an additional amount estimated by the State Treasurer to be necessary to pay bond-related costs. The net proceeds of lottery bonds issued pur-5 suant to subsection (1)(c) of this section shall be deposited in the Oregon Business, Innovation and 6 7 Trade Fund created by ORS 285A.227 and may be used only for the Oregon nonfederal share of 8 United States Army Corps of Engineers Columbia River estuary projects authorized by Congress prior to August 9, 2001. The director may not request the issuance of lottery bonds under subsection 9 10 (1)(c) of this section until Congress and Washington have authorized their respective shares of the 11 costs of the studies and ecosystem restoration projects in the lower Columbia River estuary.

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

<sup>14</sup> "<u>SECTION 2.</u> (1) Net proceeds of lottery bonds issued under ORS 285B.551 during the <sup>15</sup> biennium beginning July 1, 2017, in an amount sufficient to provide \$10 million in net pro-<sup>16</sup> ceeds and interest earnings must be transferred to the Oregon Business Development De-<sup>17</sup> partment for deposit in the Levee Project Subaccount, established in ORS 285B.456, for the <sup>18</sup> purpose of providing financial assistance under ORS 285B.410 to 285B.482 for levee projects, <sup>19</sup> as defined in ORS 285B.410.

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

"(a) Levees are an integral part of the commercial and industrial infrastructure of this
 state.

26 "(b) The inspection, accreditation, certification and repair of levees will promote eco-27 nomic development within this state.

<sup>28</sup> "<u>SECTION 3.</u> (1) For the biennium beginning July 1, 2017, at the request of the Oregon <sup>29</sup> Department of Administrative Services, after the department consults with the Oregon <sup>30</sup> Business Development Department, the State Treasurer is authorized to issue lottery bonds <sup>31</sup> pursuant to ORS 286A.560 to 286A.585 in an amount that produces \$4 million in net proceeds <sup>32</sup> and interest earnings for the purposes described in subsection (2) of this section, plus an <sup>33</sup> additional amount estimated by the State Treasurer to be necessary to pay bond-related <sup>34</sup> costs.

35 "(2) Net proceeds of lottery bonds issued under this section in an amount sufficient to 36 provide \$4 million in net proceeds and interest earnings must be transferred to the Oregon 37 Business Development Department for deposit in the Regional Infrastructure Fund estab-38 lished in section 3, chapter 786, Oregon Laws 2013, to provide grants and loans to local gov-39 ernments for infrastructure projects, including long-range planning, research and design. 40 The grants and loans are to be allocated based on recommendations of regionally based 41 planning committees designated by the department.

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

1 "(a) Infrastructure projects will create jobs; and

2 "(b) Integrated development of infrastructure will establish a foundation for expanding 3 existing businesses and for developing and attracting new businesses.

4 "<u>SECTION 4.</u> Section 3, chapter 786, Oregon Laws 2013, as amended by section 3, chapter 812,
5 Oregon Laws 2015, is amended to read:

"Sec. 3. (1) The Regional Infrastructure Fund is established in the State Treasury, separate and
distinct from the General Fund. Interest earned on the moneys in the Regional Infrastructure Fund
shall be credited to the fund. The Regional Infrastructure Fund consists of moneys deposited in the
fund under section 2, chapter 786, Oregon Laws 2013, and section 2 [of this 2015 Act], chapter 812,
Oregon Laws 2015, and section 3 of this 2017 Act, and may include fees, revenues or other income
deposited into the fund by the Legislative Assembly.

"(2) Moneys in the fund are continuously appropriated to the Oregon Business Development Department for disbursement to local governments for the purposes set forth in section 2, chapter 786, Oregon Laws 2013, and section 2 [of this 2015 Act], chapter 812, Oregon Laws 2015, and section 3 of this 2017 Act.

16 "<u>SECTION 5.</u> (1) For the biennium beginning July 1, 2017, at the request of the Oregon 17 Department of Administrative Services, after the department consults with the Water Re-18 sources Department, the State Treasurer is authorized to issue lottery bonds pursuant to 19 ORS 286A.560 to 286A.585 in an amount that produces \$20,700,000 in net proceeds and interest 20 earnings for the purposes described in subsection (2) of this section, plus an additional 21 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
Water Resources Department for deposit in the Water Supply Development Account established in ORS 541.656, in an amount sufficient to provide:

"(a) \$15 million in net proceeds and interest earnings to provide grants or loans to eval uate, plan and develop in-stream and out-of-stream statewide water development projects.

"(b) \$2.5 million in net proceeds and interest earnings to the City of Carlton to reduce
sedimentation and increase water storage capacity at the Panther Creek Reservoir.

29 "(c) \$2 million in net proceeds and interest earnings to the City of Carlton to replace the 30 city's finished water supply line and reduce water loss.

"(d) \$1.2 million in net proceeds and interest earnings to the Santiam Water Control
 District to complete the Mill Creek Corporate Center irrigation conversion and efficiency
 project.

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

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

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

43 "<u>SECTION 6.</u> (1) For the biennium beginning July 1, 2017, at the request of the Oregon
 44 Department of Administrative Services, after the department consults with the Water Re 45 sources Department, the State Treasurer is authorized to issue lottery bonds pursuant to

Page 4

ORS 286A.560 to 286A.585 in an amount that produces \$1.5 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 in an amount sufficient to provide \$1.5 million in net proceeds and interest earnings must be transferred to the Water Resources Department for deposit in the Water Conservation, Reuse and Storage Investment Fund, established in ORS 541.576, to be used to pay the qualifying costs of planning studies performed to evaluate the feasibility of developing water conservation, reuse or storage projects.

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

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

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

"SECTION 7. Section 4, chapter 906, Oregon Laws 2009, as amended by section 3, chapter 624,
Oregon Laws 2011, section 19, chapter 786, Oregon Laws 2013, section 15, chapter 121, Oregon Laws
2014, section 37, chapter 812, Oregon Laws 2015, and section 4, chapter 66, Oregon Laws 2016, is
amended to read:

"Sec. 4. (1) Pursuant to ORS 286A.560 to 286A.585, at the request of the Oregon Department of Administrative Services, after the department consults with the Housing and Community Services Department, the State Treasurer is authorized to issue lottery bonds for the Housing and Community Services Department to provide financial assistance to aid in the acquisition, renovation or maintenance of section 8 housing or other housing with federal rent subsidies.

28

32

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

29 "(a) Individuals who are at risk of homelessness or who otherwise pay a disproportionate share 30 of income for housing increase their potential for self-sufficiency, and use proportionately fewer 31 community-funded resources when they are provided a stable housing environment.

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

"(3) The aggregate principal amount of lottery bonds issued pursuant to subsection (1) of this
section may not exceed the amount of [\$33,801,718] \$58,801,718 plus an additional amount estimated
by the State Treasurer to be necessary to pay bond-related costs as defined in ORS 286A.560.

36 "<u>SECTION 8.</u> (1) For the biennium beginning July 1, 2017, at the request of the Oregon 37 Department of Administrative Services, in consultation with the Department of Transporta-38 tion, the State Treasurer is authorized to issue lottery bonds pursuant to ORS 286A.560 to 39 286A.585 in an amount that produces \$30 million in net proceeds and interest earnings for 40 the purpose described in subsection (2) of this section, plus an additional amount estimated 41 by the State Treasurer to be necessary to pay bond-related costs.

42 "(2) Net proceeds of lottery bonds issued pursuant to this section and interest earnings 43 must be transferred to the Department of Transportation for deposit in the Connect Oregon 44 Fund established under ORS 367.080 in an amount sufficient to provide \$30 million for the 45 department to finance grants for transportation projects as provided in ORS 367.080 to 1 **367.086.** 

"(3) Bond-related costs for the lottery bonds authorized by this section must be paid from
the gross proceeds of the lottery bonds and from allocations for the purposes of ORS
286A.576 (1)(c).

5 "(4) The Legislative Assembly finds that issuing lottery bonds to finance transportation 6 projects pursuant to this section is essential to promoting the state's economic development, 7 and the use of lottery bond proceeds is authorized based on the following findings:

8 "(a) There is an urgent need to improve and expand publicly owned and privately owned 9 transportation infrastructure to support economic development in this state.

"(b) A safe, efficient and reliable transportation network supports the long-term eco nomic development and livability of this state.

12 "(c) A multimodal network of transportation options moves people and goods efficiently.

"(d) Local governments and private sector businesses often lack capital and the technical
 capacity to undertake multimodal transportation projects.

"(e) Public financial assistance can stimulate industrial growth and commercial enter prise and promote employment opportunities in this state.

"(f) Public investment in transportation infrastructure will create jobs and further eco nomic development in this state.

"(g) The use of lottery bond proceeds as provided in this section will create jobs, further economic development, finance public education or restore and protect parks, beaches, watersheds and native fish and wildlife within Oregon, and issuance of lottery bonds for the purpose described in this section is therefore an appropriate use of state lottery funds under Article XV, section 4, of the Oregon Constitution, and ORS 461.510.

24 "<u>SECTION 9.</u> To the extent that proposed transportation projects meet the qualifications 25 established by the Oregon Transportation Commission by rule, the commission shall allocate 26 at least 10 percent of the net proceeds of the lottery bonds authorized by section 8 of this 27 2017 Act to each region described in this section. For purposes of this section, the regions 28 are as follows:

29 "(1) Region one consists of Clackamas, Hood River, Multnomah and Washington Coun-30 ties.

"(2) Region two consists of Benton, Clatsop, Columbia, Lane, Lincoln, Linn, Marion, Polk,
 Tillamook and Yamhill Counties.

"(3) Region three consists of Coos, Curry, Douglas, Jackson and Josephine Counties.

"(4) Region four consists of Crook, Deschutes, Gilliam, Jefferson, Klamath, Lake,
 Sherman, Wasco and Wheeler Counties.

"(5) Region five consists of Baker, Grant, Harney, Malheur, Morrow, Umatilla, Union and
 Wallowa Counties.

<sup>38</sup> "<u>SECTION 10.</u> (1) For the biennium beginning July 1, 2017, at the request of the Oregon <sup>39</sup> Department of Administrative Services, after the department consults with the Department <sup>40</sup> of State Lands, the State Treasurer is authorized to issue lottery bonds pursuant to ORS <sup>41</sup> 286A.560 to 286A.585 in an amount that produces \$3 million in net proceeds and interest <sup>42</sup> earnings for the purposes described in subsection (2) of this section, plus an additional <sup>43</sup> amount estimated by the State Treasurer to be necessary to pay bond-related costs.

44 "(2) Net proceeds of lottery bonds issued under this section in an amount sufficient to 45 provide \$3 million in net proceeds and interest earnings must be transferred to the Depart-

33

ment of State Lands for deposit in the Portland Harbor Cleanup Fund, established in section 11 of this 2017 Act, to provide financial assistance to the department for coordination and participation in any contracts or agreements relating to or arising out of the Portland Harbor Superfund Site. The purposes of the contracts or agreements may include, but are not limited to:

6 "(a) Investigation necessary to characterize existing baseline conditions throughout the
7 Portland Harbor Superfund Site, as well as conditions upstream and downstream that may
8 be impacting the Portland Harbor Superfund Site;

9 "(b) Investigation of key sediment management areas to update the extent of areas of
 10 higher contamination in the Portland Harbor Superfund Site;

"(c) Investigation of potential infrastructure needs related to contaminated sediments in
 the Portland Harbor Superfund Site;

"(d) Development and administration of a comprehensive data management system for
 the Portland Harbor Superfund Site;

"(e) Satisfaction of some or all of the department's obligations under any administrative
 settlement or administrative order on consent in connection with the Portland Harbor
 Superfund Site; and

"(f) Work required by the United States Environmental Protection Agency in connection
 with the Portland Harbor Superfund Site.

"(3) In executing contracts for the work described in subsection (2) of this section, the
 Department of State Lands shall, when practicable, contract with regional contractors employing individuals from communities disproportionately impacted by contamination in the
 Portland Harbor.

24 "(4) The Legislative Assembly finds that the use of lottery bond proceeds will create jobs, 25 further economic development, finance public education or restore and protect parks, 26 beaches, watersheds and native fish and wildlife, and is authorized based on the following 27 findings:

"(a) Having healthy ecosystems supports Oregon's economic growth and restores
 watersheds and habitat for native fish.

"(b) The future cleanup of the Portland Harbor will enhance community efforts to facil itate and promote economic growth.

32 "<u>SECTION 11.</u> (1) The Portland Harbor Cleanup Fund is established in the State Treas-33 ury, separate and distinct from the General Fund. The Portland Harbor Cleanup Fund con-34 sists of moneys deposited in the fund under section 10 of this 2017 Act and may include 35 moneys appropriated, allocated, deposited or transferred to the fund by the Legislative As-36 sembly or otherwise and interest earned on moneys in the fund.

"(2) Moneys in the fund are continuously appropriated to the Department of State Lands
 for disbursement for the purposes set forth in section 10 of this 2017 Act.

39 "(3) Nothing in section 10 or 11 of this 2017 Act waives or limits the department's ability 40 to recover, by way of insurance, cost recovery, contribution, or claim or action relating to 41 or arising out of the Portland Harbor Superfund Site, monies from other parties, including 42 claims for costs incurred by the department. In no event shall anything in section 10 or 11 43 of this 2017 Act be construed as a waiver by the State of Oregon of any form of defense or 44 immunity, whether sovereign immunity, governmental immunity, immunity based on the 45 Eleventh Amendment to the United States Constitution or otherwise. <sup>1</sup> "<u>SECTION 12.</u> (1) For the biennium beginning July 1, 2017, at the request of the Oregon <sup>2</sup> Department of Administrative Services, after the department consults with the Cascade <sup>3</sup> AIDS Project, the State Treasurer is authorized to issue lottery bonds pursuant to ORS <sup>4</sup> 286A.560 to 286A.585 in an amount that produces \$1 million in net proceeds and interest <sup>5</sup> earnings for the purposes described in subsection (2) of this section, plus an additional <sup>6</sup> amount estimated by the State Treasurer to be necessary to pay bond-related costs.

7 "(2) Net proceeds of lottery bonds issued under this section in an amount sufficient to 8 provide \$1 million in net proceeds and interest earnings must be transferred to the depart-9 ment for deposit in the ODAS Economic Development Distributions Fund established under 10 ORS 461.553 for distribution to the Cascade AIDS Project for acquisition and renovation of 11 a primary care and mental health center for the lesbian, gay, bisexual, transgender, queer, 12 and other minority gender identities and sexual orientation community.

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

"(a) Individuals increase their potential for self-sufficiency and use fewer public re sources when they have access to health care.

"(b) Individuals who have mental illnesses increase their potential for self-sufficiency and
 use fewer public resources when they have access to mental health services.

21 "<u>SECTION 13.</u> (1) For the biennium beginning July 1, 2017, at the request of the Oregon 22 Department of Administrative Services, after the department consults with the City of 23 Spray, the State Treasurer is authorized to issue lottery bonds pursuant to ORS 286A.560 to 24 286A.585 in an amount that produces \$725,000 in net proceeds and interest earnings for the 25 purposes described in subsection (2) of this section, plus an additional amount estimated by 26 the State Treasurer to be necessary to pay bond-related costs.

"(2) Net proceeds of lottery bonds issued under this section in an amount sufficient to provide \$725,000 in net proceeds and interest earnings must be transferred to the department for deposit in the ODAS Economic Development Distributions Fund established under ORS 461.553 for distribution to the City of Spray to construct a public safety and emergency services center, which includes fire protection and emergency medical services.

"(3) The Legislative Assembly finds that the use of lottery bond proceeds will create jobs, further economic development, finance public education or restore and protect parks, beaches, watersheds and native fish and wildlife, and is authorized based on the finding that public safety and emergency services are necessary components of a climate that facilitates and encourages economic development.

37 "<u>SECTION 14.</u> (1) For the biennium beginning July 1, 2017, at the request of the Oregon 38 Department of Administrative Services, after the department consults with the Eugene Civic 39 Alliance, the State Treasurer is authorized to issue lottery bonds pursuant to ORS 286A.560 40 to 286A.585 in an amount that produces \$6 million in net proceeds and interest earnings for 41 the purposes described in subsection (2) of this section, plus an additional amount estimated 42 by the State Treasurer to be necessary to pay bond-related costs.

43 "(2) Net proceeds of lottery bonds issued under this section in an amount sufficient to 44 provide \$6 million in net proceeds and interest earnings must be transferred to the depart-45 ment for deposit in the ODAS Economic Development Distributions Fund established under 1 ORS 461.553 for distribution to the Eugene Civic Alliance to redevelop the site of the former 2 Civic Stadium into a community sports and recreation complex.

3 "(3) The Legislative Assembly finds that the use of lottery bond proceeds will create jobs, 4 further economic development, finance public education or restore and protect parks, 5 beaches, watersheds and native fish and wildlife, and is authorized based on the finding that 6 improving access to sports and recreation services will enhance the economic viability of the 7 region, create jobs and improve the quality of life for the community.

8 "SECTION 15. (1) For the biennium beginning July 1, 2017, at the request of the Oregon 9 Department of Administrative Services, after the department consults with the Family 10 Nurturing Center Rogue Valley Children's Relief Nursery, the State Treasurer is authorized 11 to issue lottery bonds pursuant to ORS 286A.560 to 286A.585 in an amount that produces \$2 12 million in net proceeds and interest earnings for the purposes described in subsection (2) of 13 this section, plus an additional amount estimated by the State Treasurer to be necessary to 14 pay bond-related costs.

15 "(2) Net proceeds of lottery bonds issued under this section in an amount sufficient to 16 provide \$2 million in net proceeds and interest earnings must be transferred to the depart-17 ment for deposit in the ODAS Economic Development Distributions Fund established under 18 ORS 461.553 for distribution to the Family Nurturing Center Rogue Valley Children's Relief 19 Nursery to purchase and rehabilitate affordable housing adjacent to the Family Nurturing 20 Center Campus.

21 "(3) The Legislative Assembly finds that the use of lottery bond proceeds will create jobs, 22 further economic development, finance public education or restore and protect parks, 23 beaches, watersheds and native fish and wildlife, and is authorized based on the following 24 findings:

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

"(b) A severe shortage of affordable housing exists in Oregon, and market indicators
demonstrate a growing gap between the supply of and demand for affordable housing.

29 "<u>SECTION 16.</u> (1) For the biennium beginning July 1, 2017, at the request of the Oregon 30 Department of Administrative Services, after the department consults with the Gresham 31 Redevelopment Commission, the State Treasurer is authorized to issue lottery bonds pursu-32 ant to ORS 286A.560 to 286A.585 in an amount that produces \$2 million in net proceeds and 33 interest earnings for the purposes described in subsection (2) of this section, plus an addi-34 tional amount estimated by the State Treasurer to be necessary to pay bond-related costs.

35 "(2) Net proceeds of lottery bonds issued under this section in an amount sufficient to 36 provide \$2 million in net proceeds and interest earnings must be transferred to the depart-37 ment for deposit in the ODAS Economic Development Distributions Fund established under 38 ORS 461.553 for distribution to the Gresham Redevelopment Commission for the construction 39 of an innovation and workforce training center to be located in the Rockwood neighborhood 40 in Gresham.

41 "(3) The Legislative Assembly finds that the use of lottery bond proceeds will create jobs, 42 further economic development, finance public education or restore and protect parks, 43 beaches, watersheds and native fish and wildlife, and is authorized based on the finding that 44 training the state's workforce is essential to Oregon's healthy economic growth.

45 "<u>SECTION 17.</u> (1) For the biennium beginning July 1, 2017, at the request of the Oregon

1 Department of Administrative Services, after the department consults with the City of In-2 dependence, the State Treasurer is authorized to issue lottery bonds pursuant to ORS 3 286A.560 to 286A.585 in an amount that produces \$1 million in net proceeds and interest 4 earnings for the purposes described in subsection (2) of this section, plus an additional 5 amount estimated by the State Treasurer to be necessary to pay bond-related costs.

6 "(2) Net proceeds of lottery bonds issued under this section in an amount sufficient to 7 provide \$1 million in net proceeds and interest earnings must be transferred to the depart-8 ment for deposit in the ODAS Economic Development Distributions Fund established under 9 ORS 461.553 for distribution to the City of Independence to continue development of the In-10 dependence Landing site in the City of Independence.

"(3) The Legislative Assembly finds that the use of lottery bond proceeds will create jobs, further economic development, finance public education or restore and protect parks, beaches, watersheds and native fish and wildlife, and is authorized based on the finding that developing the Independence Landing site will enhance the economic viability of the region, create jobs and improve the quality of life for the community.

16 "<u>SECTION 18.</u> (1) For the biennium beginning July 1, 2017, at the request of the Oregon 17 Department of Administrative Services, after the department consults with Klamath County, 18 the State Treasurer is authorized to issue lottery bonds pursuant to ORS 286A.560 to 19 286A.585 in an amount that produces \$1 million in net proceeds and interest earnings for the 20 purposes described in subsection (2) of this section, plus an additional amount estimated by 21 the State Treasurer to be necessary to pay bond-related costs.

"(2) Net proceeds of lottery bonds issued under this section in an amount sufficient to provide \$1 million in net proceeds and interest earnings must be transferred to the department for deposit in the ODAS Economic Development Distributions Fund established under ORS 461.553 for distribution to Klamath County for construction of the Klamath Youth Inspiration Program residential treatment center in Klamath Falls.

"(3) The Legislative Assembly finds that the use of lottery bond proceeds will create jobs, further economic development, finance public education or restore and protect parks, beaches, watersheds and native fish and wildlife, and is authorized based on the finding that expanding programs and services for at-risk youth will facilitate and encourage economic development.

32 "SECTION 19. (1) For the biennium beginning July 1, 2017, at the request of the Oregon 33 Department of Administrative Services, after the department consults with The Dalles Civic 34 Auditorium Historic Preservation Committee, the State Treasurer is authorized to issue 35 lottery bonds pursuant to ORS 286A.560 to 286A.585 in an amount that produces \$745,000 in 36 net proceeds and interest earnings for the purposes described in subsection (2) of this sec-37 tion, plus an additional amount estimated by the State Treasurer to be necessary to pay 38 bond-related costs.

39 "(2) Net proceeds of lottery bonds issued under this section in an amount sufficient to 40 provide \$745,000 in net proceeds and interest earnings must be transferred to the department 41 for deposit in the ODAS Economic Development Distributions Fund established under ORS 42 461.553 for distribution to The Dalles Civic Auditorium Historic Preservation Committee to 43 continue reconstruction of The Dalles Civic Auditorium theatre.

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 finding that  $\mathbf{2}$ improving access to performing arts and cultural activities will enhance the economic viability of the region, create jobs and improve the quality of life for the community. 3

4 "SECTION 20. (1) For the biennium beginning July 1, 2017, at the request of the Oregon Department of Administrative Services, after the department consults with the City of 5 Woodburn, the State Treasurer is authorized to issue lottery bonds pursuant to ORS 6 7 286A.560 to 286A.585 in an amount that produces \$1 million in net proceeds and interest 8 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. 9

"(2) Net proceeds of lottery bonds issued under this section in an amount sufficient to 10 11 provide \$1 million in net proceeds and interest earnings must be transferred to the department for deposit in the ODAS Economic Development Distributions Fund established under 1213ORS 461.553 for distribution to the City of Woodburn to develop a community center in 14 Woodburn.

15"(3) The Legislative Assembly finds that the use of lottery bond proceeds will create jobs, 16 further economic development, finance public education or restore and protect parks, 17 beaches, watersheds and native fish and wildlife, and is authorized based on the finding that 18 improving access to community services will enhance the economic viability of the region, 19 create jobs and improve the quality of life for the community.

"SECTION 21. (1) For the biennium beginning July 1, 2017, at the request of the Oregon 2021Department of Administrative Services, after the department consults with the YMCA of 22Marion and Polk Counties, the State Treasurer is authorized to issue lottery bonds pursuant 23to ORS 286A.560 to 286A.585 in an amount that produces \$12 million in net proceeds and interest earnings for the purposes described in subsection (2) of this section, plus an additional 24 25amount estimated by the State Treasurer to be necessary to pay bond-related costs.

"(2) Net proceeds of lottery bonds issued under this section in an amount sufficient to 2627provide \$12 million in net proceeds and interest earnings must be transferred to the department for deposit in the ODAS Economic Development Distributions Fund established under 2829 ORS 461.553 for distribution to the YMCA of Marion and Polk Counties to construct a new 30 YMCA facility in Salem.

"(3) The Legislative Assembly finds that the use of lottery bond proceeds will create jobs, 31further economic development, finance public education or restore and protect parks, 3233 beaches, watersheds and native fish and wildlife, and is authorized based on the finding that 34improving access to sports, recreation and community services will enhance the economic 35 viability of the region, create jobs and improve the quality of life for the community.

"SECTION 22. (1) For the biennium beginning July 1, 2017, at the request of the Oregon 36 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 pursuant to ORS 286A.560 to 286A.585 in an amount that produces \$2,450,000 in net proceeds 39 40 and interest earnings for transfer to the Oregon Business Development Department for de-41 posit in the Cultural Resources Economic Fund established in section 6, chapter 786, Oregon 42Laws 2013, to provide grants described in subsection (2) of this section, plus an additional amount estimated by the State Treasurer to be necessary to pay bond-related costs. 43 44

"(2) The Oregon Business Development Department shall grant:

"(a) \$1 million to the Portland Art Museum to finance the Connections Campaign that 45

will connect the Museum's Main Building to the Mark Building through the construction of
 a glass pavilion.

"(b) \$750,000 to the Friends of the Oregon Caves and Chateau to finance the Balcony
Restoration Project that will rebuild the Chateau's balconies.

5 "(c) \$700,000 to the Eugene Ballet Company to finance the Midtown Arts Center capital 6 construction project.

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:

"(a) The grants described in this section will leverage art and cultural resources to create vibrant public spaces that integrate art and cultural and natural amenities, sustain Oregon's rich arts and cultural experiences and enhance a strong sense of place and community identity.

"(b) The factors described in paragraph (a) of this subsection have the effect of creating
 jobs, expanding business and tax revenues and enhancing the economic vitality of Oregon
 communities.

"SECTION 23. Section 6, chapter 786, Oregon Laws 2013, as amended by section 27, chapter
 812, Oregon Laws 2015, is amended to read:

"Sec. 6. (1) The Cultural Resources Economic Fund is established in the State Treasury, separate and distinct from the General Fund. Interest earned on the moneys in the Cultural Resources Economic Fund shall be credited to the fund. The Cultural Resources Economic Fund consists of moneys deposited in the fund under section 5, chapter 786, Oregon Laws 2013, and section 26, chapter 812, Oregon Laws 2015, and section 22 of this 2017 Act [of this 2015 Act] and may include fees, revenues or other income deposited in the fund by the Legislative Assembly.

"(2) Moneys in the fund are continuously appropriated to the Oregon Business Development for
disbursement for the purposes set forth in section 5, chapter 786, Oregon Laws 2013, and section
26, chapter 812, Oregon Laws 2015, and section 22 of this 2017 Act [of this 2015 Act].

29 "<u>SECTION 24.</u> (1) For the biennium beginning July 1, 2017, at the request of the Oregon 30 Department of Administrative Services, after the department consults with the Oregon 31 Business Development Department, the State Treasurer is authorized to issue lottery bonds 32 pursuant to ORS 286A.560 to 286A.585 in an amount that produces \$600,000 in net proceeds 33 and interest earnings for the purpose described in subsection (2) of this section, plus an ad-34 ditional amount estimated by the State Treasurer to be necessary to pay bond-related costs.

"(2) Net proceeds of lottery bonds issued under this section in an amount sufficient to provide \$600,000 in net proceeds and interest earnings must be transferred to the Oregon Business Development Department for deposit in the Brookings Harbor Dock Fund established under section 28a, chapter 812, Oregon Laws 2015, for distribution to the Port of Brookings Harbor for the purpose of repairing and improving docks owned by the port.

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

44 "(a) Docks are an integral part of the commercial and industrial infrastructure of this
 45 state.

Page 12

1 "(b) Repair and improvement of docks will promote economic development within this 2 state.

"SECTION 25. Section 28a, chapter 812, Oregon Laws 2015, is amended to read:

"Sec. 28a. (1) The Brookings Harbor Dock Fund is established in the State Treasury, separate and distinct from the General Fund. Interest earned on the moneys in the Brookings Harbor Dock Fund shall be credited to the fund. The Brookings Harbor Dock Fund consists of moneys deposited in the fund under section 28, chapter 812, Oregon Laws 2015, and section 24 of this 2017 Act [of this 2015 Act] and may include fees, revenues or other income deposited in the fund by the Legislative Assembly.

"(2) Moneys in the fund are continuously appropriated to the Oregon Business Development for
disbursement for the purposes set forth in section 28, chapter 812, Oregon Laws 2015, and section
24 of this 2017 Act [of this 2015 Act].

<sup>13</sup> "<u>SECTION 26.</u> (1) For the biennium beginning July 1, 2017, at the request of the Oregon <sup>14</sup> Department of Administrative Services, after the department consults with the Oregon <sup>15</sup> Business Development Department, the State Treasurer is authorized to issue lottery bonds <sup>16</sup> pursuant to ORS 286A.560 to 286A.585 in an amount that produces \$2 million in net proceeds <sup>17</sup> and interest earnings for the purposes described in subsection (2) of this section, plus an <sup>18</sup> additional amount estimated by the State Treasurer to be necessary to pay bond-related <sup>19</sup> costs.

"(2) Net proceeds of lottery bonds issued under this section in an amount sufficient to
provide \$2 million in net proceeds and interest earnings must be transferred to the Oregon
Business Development Department for deposit in the OBDD Economic Development Distributions
utions Fund established under section 28 of this 2017 Act for distribution to the City of Sweet
Home to upgrade the Sweet Home Wastewater Treatment Plant.

25 "(3) The Legislative Assembly finds that the use of lottery bond proceeds will create jobs, 26 further economic development, finance public education or restore and protect parks, 27 beaches, watersheds and native fish and wildlife, and is authorized based on the following 28 findings:

"(a) Wastewater treatment systems are an integral part of the commercial and industrial
 infrastructure of this state.

"(b) Improvement of a wastewater treatment plant will promote economic development
 within this state.

33 "SECTION 27. (1) For the biennium beginning July 1, 2017, 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 \$3 million in net proceeds 37 and interest earnings for the purposes described in subsection (2) of this section, plus an 38 additional amount estimated by the State Treasurer to be necessary to pay bond-related 39 costs.

40 "(2) Net proceeds of lottery bonds issued under this section in an amount sufficient to 41 provide \$3 million in net proceeds and interest earnings must be transferred to the Oregon 42 Business Development Department for deposit in the OBDD Economic Development Distrib-43 utions Fund established under section 28 of this 2017 Act for distribution to the Crescent 44 Sanitary District to build a wastewater treatment facility.

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

3

1 further economic development, finance public education or restore and protect parks,

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

4 "(a) Wastewater treatment systems are an integral part of the commercial and industrial
 5 infrastructure of this state.

6 "(b) Addition of a wastewater treatment facility will promote economic development 7 within this state.

8 "<u>SECTION 28.</u> (1) The OBDD Economic Development Distributions Fund is established in 9 the State Treasury, separate and distinct from the General Fund. Interest earned on the 10 moneys in the OBDD Economic Development Distributions Fund consists of moneys depos-11 ited in the fund under sections 26 and 27 of this 2017 Act and may include fees, revenues or 12 other income deposited into the fund by the Legislative Assembly.

13 "(2) Moneys in the fund are continuously appropriated to the Oregon Business Develop-14 ment Department for purposes described in sections 26 and 27 of this 2017 Act.

<sup>15</sup> "<u>SECTION 29.</u> (1) For the biennium beginning July 1, 2017, at the request of the Oregon <sup>16</sup> Department of Administrative Services, after the department consults with the Oregon <sup>17</sup> Business Development Department, the State Treasurer is authorized to issue lottery bonds <sup>18</sup> pursuant to ORS 286A.560 to 286A.585 in an amount that produces \$3,390,000 in net proceeds <sup>19</sup> and interest earnings for the purposes described in subsection (2) of this section, plus an <sup>20</sup> additional amount estimated by the State Treasurer to be necessary to pay bond-related <sup>21</sup> costs.

"(2) Net proceeds of lottery bonds issued under this section in an amount sufficient to provide \$3,390,000 in net proceeds and interest earnings must be transferred to the Oregon Business Development Department for deposit in the American Manufacturing Innovation District Fund established in section 7a, chapter 66, Oregon Laws 2016, for construction of access roads to the Oregon Manufacturing Innovation Center Research and Development Facility and Training Center.

(3) The Legislative Assembly finds that the use of lottery bonds proceeds with create jobs and further economic development, and is authorized based on the finding that the Oregon Manufacturing Innovation Center will enable and encourage the development of a robust manufacturing sector in the Oregon economy.

32 "<u>SECTION 30.</u> (1) For the biennium beginning July 1, 2017, at the request of the Oregon 33 Department of Administrative Services, after the department consults with the Department 34 of Transportation, the State Treasurer is authorized to issue lottery bonds pursuant to ORS 35 286A.560 to 286A.585 in an amount that produces \$2 million in net proceeds and interest 36 earnings for the purposes described in subsection (2) of this section, plus an additional 37 amount estimated by the State Treasurer to be necessary to pay bond-related costs.

38 "(2) Net proceeds of lottery bonds issued under this section in an amount sufficient to 39 provide \$2 million in net proceeds and interest earnings must be transferred to the Depart-40 ment of Transportation for deposit in the DOT Economic Development Distributions Fund 41 established in ORS 461.557 for distribution to the City of Portland for infrastructure im-42 provements on SW Capitol Highway.

43 "(3) The Legislative Assembly finds that the use of lottery bond proceeds will create jobs,
44 further economic development, finance public education or restore and protect parks,
45 beaches, watersheds and native fish and wildlife, and is authorized based on the finding that

roads are an integral part of the commercial and industrial infrastructure of this state and
 improvement to roads will promote economic development in this state.

<sup>3</sup> "<u>SECTION 31.</u> (1) For the biennium beginning July 1, 2017, at the request of the Oregon <sup>4</sup> Department of Administrative Services, after the department consults with the Department <sup>5</sup> of Transportation, the State Treasurer is authorized to issue lottery bonds pursuant to ORS <sup>6</sup> 286A.560 to 286A.585 in an amount that produces \$5 million in net proceeds and interest <sup>7</sup> earnings for the purposes described in subsection (2) of this section, plus an additional <sup>8</sup> amount estimated by the State Treasurer to be necessary to pay bond-related costs.

9 "(2) Net proceeds of lottery bonds issued under this section in an amount sufficient to 10 provide \$5 million in net proceeds and interest earnings must be transferred to the Depart-11 ment of Transportation for deposit in the DOT Economic Development Distributions Fund 12 established in ORS 461.557 for distribution to Lane Transit District for upgrades and im-13 provements to existing transit infrastructure.

"(3) The Legislative Assembly finds that the use of lottery bond proceeds will create jobs, further economic development, finance public education or restore and protect parks, beaches, watersheds and native fish and wildlife, and is authorized based on the finding that increasing capacity of mass transit systems promotes employment and economic development by enabling a larger pool of workers to travel to available jobs.

<sup>19</sup> "<u>SECTION 32.</u> (1) For the biennium beginning July 1, 2017, at the request of the State <sup>20</sup> Parks and Recreation Department, the State Treasurer may issue lottery bonds pursuant to <sup>21</sup> ORS 286A.560 to 286A.585 in an amount that does not exceed \$5 million in net proceeds for <sup>22</sup> the purposes described in subsection (2) of this section, plus an additional amount estimated <sup>23</sup> by the State Treasurer to be necessary to pay bond-related costs.

24 "(2) Net proceeds of lottery bonds issued under this section in an amount sufficient to 25 provide \$5 million in net proceeds and interest earnings must be transferred to the State 26 Parks and Recreation Department for deposit into the Oregon Main Street Revitalization 27 Grant Program Fund established in ORS 390.264 to provide grants pursuant to ORS 390.262.

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

34

"SECTION 33. Section 18, chapter 786, Oregon Laws 2013, is amended to read:

Sec. 18. (1) For the biennium beginning July 1, 2013, at the request of the Oregon Department of Administrative Services, after the department consults with the Port of Umatilla and the Confederated Tribes of the Umatilla Indian Reservation, the State Treasurer is authorized to issue lottery bonds pursuant to ORS 286A.560 to 286A.585 in an amount that produces \$3.5 million in net proceeds and interest earnings for the purpose described in subsection (2) of this section, plus an additional amount estimated by the State Treasurer to be necessary to pay bond-related costs.

41 "(2) Net proceeds of lottery bonds issued under this section in an amount sufficient to provide 42 \$3.5 million in net proceeds and interest earnings must be transferred to the department for deposit 43 in the ODAS Economic Development Distributions Fund established by section 23 of this 2013 Act 44 for distribution to the Confederated Tribes of the Umatilla Indian Reservation for the purpose of 45 acquiring, developing and constructing a [1.5-mile] 1-mile road extension connecting the Port of 1 Umatilla to certain industrial lands of the Confederated Tribes of the Umatilla Indian Reservation.

"(3) The Legislative Assembly finds that the use of lottery bond proceeds will create jobs, further economic development, finance public education or restore and protect parks, beaches, watersheds and native fish and wildlife, and is authorized based on the finding that extension of the road will create jobs and facilitate access and development of industrial lands.

6

"SECTION 34. Section 23, chapter 812, Oregon Laws 2015, is amended to read:

Sec. 23. (1) For the biennium beginning July 1, 2015, at the request of the Oregon Department of Administrative Services, after the department consults with Wheeler County, the State Treasurer is authorized to issue lottery bonds pursuant to ORS 286A.560 to 286A.585 in an amount that produces \$2 million in net proceeds and interest earnings for the purpose 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 in an amount sufficient to provide \$2 million in net proceeds and interest earnings must be transferred to the department for deposit in the ODAS Economic Development Distributions Fund established under ORS 461.553 for distribution to Wheeler County for the purpose of funding the construction of [an underground fiber optic telecommunication line] a telecommunication system.

"(3) The Legislative Assembly finds that the use of lottery bond proceeds will create jobs, further economic development, finance public education or restore and protect parks, beaches, watersheds and native fish and wildlife, and is authorized based on the finding that construction of a [*fiber optic telecommunication line*] **telecommunication system** in Wheeler County will bring telecommuting jobs into the county and will expand future opportunities for economic development in the John Day river basin.

24 "SECTION 35. This 2017 Act being necessary for the immediate preservation of the public
25 peace, health and safety, an emergency is declared to exist, and this 2017 Act takes effect
26 July 1, 2017.".

27