

Senate Bill 42

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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**.

Modifies Water Pollution Control Revolving Fund loan program to allow 20 years for repayment after project completion.

A BILL FOR AN ACT

1
2 Relating to the Water Pollution Control Revolving Fund; amending ORS 468.440.

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

4 **SECTION 1.** ORS 468.440 is amended to read:

5 468.440. (1) The Environmental Quality Commission shall establish by rule policies for estab-
6 lishing loan terms and interest rates for loans made from the Water Pollution Control Revolving
7 Fund that [*assure*] **ensure** that the objectives of ORS 468.423 to 468.440 are met and that adequate
8 funds are maintained in the Water Pollution Control Revolving Fund to meet future needs. In es-
9 tablishing the policy, the commission shall take into consideration at least the following factors:

10 (a) The capability of the project to enhance or protect water quality.

11 (b) The ability of a public agency to repay a loan.

12 (c) Current market rates of interest.

13 (d) The size of the community or district to be served by the treatment works.

14 (e) The type of project financed.

15 (f) The ability of the applicant to borrow elsewhere.

16 (g) Whether advances have been made to the Water Pollution Control Revolving Fund from the
17 Pollution Control Fund that must be repaid to the Pollution Control Sinking Fund.

18 (2) The commission may establish an interest rate ranging from zero to the market rate. [*The*
19 *term of a loan may be for any period not to exceed 20 years.*] **The commission may establish the**
20 **loan term, provided that the loans must be fully amortized not later than 20 years after**
21 **project completion.**

22 [*(3) The commission may adopt rules to implement the program to loan amounts in the Water*
23 *Pollution Control Revolving Fund to public agencies as set forth under ORS 468.433 (2).*]

24 [(4)] **(3)** The commission shall adopt by rule any procedures or standards necessary to carry out
25 the provisions of ORS 468.423 to 468.440.

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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.