TITLE 27

PUBLIC BORROWING AND BONDS

Chapter 286. State Borrowing and Bonds
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Chapter 286

1961 REPLACEMENT PART
(1969 reprint)

State Borrowing and Bonds

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BONDS AND OTHER OBLIGATIONS OF STATE GENERALLY

286.010 Registration of bonds; exchange or transfer of registered bonds. At the request of the holder of any bond of the state bearing interest coupons and issued after May 29, 1919, the State Treasurer shall issue in exchange for such bond a registered bond or bonds, substantially of the same tenor and of a like aggregate principal amount, but such registered bonds shall be issued only in denominations of $500 or multiples thereof, payable, as to both principal and interest, to the registered holder thereof. Such registered bonds shall likewise be exchanged for other registered bonds of like tenor and of a like aggregate principal amount but such registered bonds shall be issued only in denominations of $500 or multiples thereof. Upon the transfer of any such registered bond a new bond or bonds of like tenor and aggregate principal amount shall be issued in the name of the transferee. All such new bonds shall be executed in the same manner as the original bonds by the persons in office at the time such new bonds are issued. Registered bonds as provided for in this section shall be issued under regulations prescribed from time to time by the State Treasurer.

286.020 Fees and charges for registration. A fee of $1 shall be charged for each registered bond issued in exchange for one or more coupon bonds, or for one or more bonds previously registered, or for each registered bond issued as a submultiple of the principal of a bond previously registered. The State Treasurer may collect from owners of coupon bonds sent in for registration, and from transferees of registered bonds, his expenses incurred for postage, postal registry fees and postal insurance on bonds mailed to owners and transferees.

286.030 Bond Registration Account. (1) All moneys received under ORS 286.020 shall be deposited in the General Fund to the credit of an account to be known as the Bond Registration Account. The Secretary of State may draw warrants in payment of vouchers approved by the State Treasurer and drawn against said account in payment for printing, postage, postal insurance, clerk hire and for all other expenses incurred in connection with the registration of bonds of the State of Oregon.

(2) This section does not prevent the State Treasurer from using for the purposes set out in subsection (1) of this section any appropriation made for defraying the general expenses of his office.

286.040 Optional redemption dates provisions permitted in bonds. If the issuing body so elects, all bonds of the State of Oregon may be issued with the option upon the part of the state of redeeming them on and after certain interest-paying dates specified by the issuing authority in the bonds, upon publication at least 30 days prior to proposed redemption date, of one notice of the intended redemption in a newspaper or financial journal of general circulation printed and published within the city and State of New York, and of one such notice in a newspaper of general circulation printed and published in Salem, Oregon.

286.050 Facsimile signatures authorized; expenses in manual signing of bond and investing proceeds. (1) When the signatures of the Governor and Secretary of State and State Treasurer are required upon any bonds or other obligations of the state under any law now existing or hereafter enacted, the facsimile signatures of any two of them, affixed to the bonds or obligations pursuant to an agreement among them as provided in subsection (2) of this section shall be equivalent to their autograph signatures.

(2) The three officers shall agree among themselves as to who shall execute the bonds or other obligations with their facsimile signatures. They shall file with the State Treasurer a certificate, in triplicate signed by all of them, describing the bonds or other obligations to be signed and stating which two officers are to execute the bonds or obligations with their facsimile signatures.

(3) All costs, including traveling expenses, involved in the manual signing of bonds or other obligations of the State of Oregon and in the investment of the proceeds of sales thereof, shall be borne by the fund to which the proceeds are credited. [Amended by 1959 c.231 §1]

286.060 Prices at which state bonds may be sold. Bonds of the State of Oregon, except refunding bonds, may be sold to the state or at public sale to the bidder making the best offer to the state, at a price of not less than 98 percent of the par value thereof plus the full amount, if any, of the interest that has accrued thereon at the date of delivery of the bonds to the purchaser or purchasers there-

of. In arriving at a bid price for the bonds, the bidder may allocate to different maturities of the bonds of the issue, prices of not less than 95 percent of the par value of each maturity; provided that the average price offered for the bonds shall not be less than 98 percent of par value. Refunding bonds shall not be sold for less than the par value thereof and the full amount of the accrued interest thereon.
[1961 c.582 §1]

286.070 Interest on state bonds exempt from state taxes. The interest upon all bonds, including refunding bonds, of the State of Oregon issued after May 24, 1961, shall be exempt from taxation by the State of Oregon.
[1961 c.582 §2]

OREGON DISTRICT INTEREST BONDS

286.310 Oregon district interest bonds; appropriation for payment; including items in tax levies or budget estimates. For payment of the principal of all outstanding Oregon district interest bonds, regardless of the maturities thereof, and for payment of the interest thereon, the Oregon District Interest Bond Sinking Fund hereby is appropriated. Unless said appropriation proves insufficient, it shall not be necessary to include in state levies of taxes or in budget estimates of state expenses to be met by taxation, any items for payment of the principal of and interest upon Oregon district interest bonds.

286.320 Oregon District Interest Bond Sinking Fund. (1) There is established a sinking fund consisting of appropriations made for payment of principal and interest of outstanding Oregon district interest bonds. The sinking fund shall be separate and distinct from any other fund and shall be known as the Oregon District Interest Bond Sinking Fund. It shall be invested by the State Treasurer in accordance with ORS 293.705, 293.710, 293.720, 293.735 and 293.745 to 293.770.

(2) The State Treasurer may give preference in investments to Oregon district interest bonds and to other bonds of the State of Oregon and to obligations of the United States. All bonds purchased as investments for the fund shall mature not later than the maturity date of the final series of outstanding Oregon district interest bonds. The State Treasurer may purchase at current market prices any Oregon district interest bonds that represent investments of other state funds, or may purchase other qualifying bonds, corresponding substantially in maturities and principal amounts with outstanding Oregon district interest bonds.

(3) All interest earned upon investments of the sinking fund shall inure to and become a part of the fund and be used for the purposes specified in ORS 286.310. If a balance of the $1,500,000 initial appropriation remains after payment of all interest upon, and principal of, outstanding Oregon district interest bonds, the balance shall revert to the General Fund.

286.330 Withdrawals from sinking fund. Withdrawals from the Oregon District Interest Bond Sinking Fund for payment of the maturing interest on and principal of Oregon district interest bonds shall be made by warrant of the Secretary of State in payment of duly verified vouchers bearing the approval of the State Treasurer.

286.410 [Repealed by 1953 c.32 §2]

286.420 [Repealed by 1953 c.32 §2]

286.430 [Repealed by 1953 c.32 §2]

286.440 [Repealed by 1953 c.32 §2]

286.450 [Repealed by 1953 c.32 §2]

CERTIFICATE OF LEGISLATIVE COUNSEL

Pursuant to ORS 173.170, I, Sam R. Haley, Legislative Counsel, do hereby certify that I have compared each section printed in this chapter with the original section in the enrolled bill, and that the sections in this chapter are correct copies of the enrolled sections, with the exception of the changes in form permitted by ORS 173.160 and other changes specifically authorized by law.

Done at Salem, Oregon,
on December 1, 1961.

Sam R. Haley
Legislative Counsel