## 2007 Regular Legislative Session FISCAL ANALYSIS OF PROPOSED LEGISLATION Prepared by the Oregon Legislative Fiscal Office

MEASURE NUMBER: SB 66 STATUS: A-Engrossed

**SUBJECT:** Public funds investments, interest retention, and receipting; executive branch budget

review

**GOVERNMENT UNIT AFFECTED:** Department of Administrative Services, Housing and

Community Services Department, Department of Human Services, State Treasurer, Secretary of State

**PREPARED BY:** Adrienne Sexton

**REVIEWED BY:** Dallas Weyand, Michelle Deister, John Britton, Daron Hill, Ken Rocco

**DATE:** February 15, 2007

2007-2009 2009-2011

**EXPENDITURES:** 

See Comments.

**REVENUES:** 

See Comments.

**EFFECTIVE DATE:** January 1, 2008

**GOVERNOR'S BUDGET:** This bill is not anticipated by the Governor's recommended budget.

**LOCAL GOVERNMENT MANDATE:** This bill does not affect local governments' service levels or shared revenues sufficient to trigger Section 15, Article XI of the Oregon Constitution.

**COMMENTS:** The measure affects certain Treasury accounts and funds, their investments, and how interest accrues on those accounts and funds. The provisions could increase future interest earnings by an unknown amount by the Community Mental Health Housing Fund at the Department of Human Services. Changes to the Electricity Public Purpose Charge Fund and Low-Income Electric Bill Payment Assistance Fund utilized for programs by the Department of Housing and Community Services have no effect on interest accrual, which currently is retained by the Funds.

The measure also reverses the effect of section 11, chapter 837, Oregon Laws 2005, which requires the State Treasurer and Secretary of State to submit their proposed budgets to the Department of Administrative Services Budget and Management Division for review and recommendation to ensure they follow statewide standards, rates, and procedures. The 2005 legislation also made expenditures of the Treasurer and Secretary subject to the allotment process. The measure has no direct fiscal impact, but it does embody a change to statewide budget processes and reports.