

**74th OREGON LEGISLATIVE ASSEMBLY – 2007 Regular Session
BUDGET REPORT AND MEASURE SUMMARY**

MEASURE: HB 2901-B

JOINT COMMITTEE ON WAYS AND MEANS

**Carrier – House: Rep. Butler
Carrier – Senate: Sen. Whitsett**

Action: Do Pass the A-Engrossed Measure as Amended and Be Printed B-Engrossed

Vote: 20 – 0 – 1

House – Yeas: D. Edwards, Galizio, Hanna, Jenson, Morgan, Nathanson, Nolan, Shields

– Nays:

– Exc: Garrard

Senate – Yeas: Bates, Carter, Devlin, Gordly, Johnson, Morse, Nelson, Schrader, Verger, Westlund, Whitsett, Winters

– Nays:

– Exc:

Prepared By: Lyndon Troseth, Department of Administrative Services

Reviewed By: Dallas Weyand, Legislative Fiscal Office

Meeting Date: 6/20/07

Agency

Office of the State Treasurer

Budget Page

LFO Analysis Page

Biennium

2007-09

Senators: Bates, Carter, Devlin, Gordly, Johnson, Morse, Nelson,
Schrader, Verger, Westlund, Whitsett, Winters

Senator Kurt Schrader, Co-Chair

Representatives: D. Edwards, Galizio, Garrard, Hanna, Jenson,
Morgan, Nathanson, Nolan, Shields

Representative Mary Nolan, Co-Chair

Representative Bob Jenson, General Government Subcommittee Chair

Budget Summary*

	2005-07		2007-09		Percentage Committee Change from Governor's Budget
	Legislatively Approved Budget (1)	Governor's Budget	Committee Recommendation	Difference from Governor's Budget	
Other Funds	0	0	86,786	+86,786	0.0%

Position Summary

Authorized Positions	0	0	1	+1
Full-time Equivalent (FTE) Positions	0.00	0.00	0.75	+0.75

(1) Includes adjustments through the December 2006 meeting of the Emergency Board

* Excludes Capital Construction expenditures

Summary of Revenue Changes

None.

Summary of Subcommittee Action

The bill revises collateralization requirements for deposits of public funds. The model for this modernization of ORS Chapter 295 is the statutory framework that has been in place in the State of Washington for more than 25 years. The bill eliminates the position of pool manager and centralizes the responsibilities for monitoring the collateral pledged on public fund deposits within the Finance Division in the Office of the State Treasurer.

In order to manage the additional responsibilities required in House Bill 2901, the Subcommittee approved \$80,244 Other Funds Personal Services expenditure limitation and established one permanent full-time Accountant 2 (0.75 full-time equivalent), and \$6,542 Other Funds Services and Supplies expenditure limitation. These changes will relieve public treasurers and fund custodians of the need to maintain individual collateralization programs. Banks and savings associations will also benefit through centralizing of the collateralization function and standardizing reporting and collateral pledging requirements.

Summary of Performance Measure Action

None.