

REVENUE: No revenue impact

FISCAL: No fiscal impact

Action:	Do Pass
Vote:	7 - 0 - 2
Yeas:	Barker, Bonamici, Cameron, Komp, Krieger, Whisnant, Macpherson
Nays:	0
Exc.:	Flores, Read
Prepared By:	Matt Kalmanson, Counsel
Meeting Dates:	5/15

WHAT THE MEASURE DOES: Adds investment management accounts, safekeeping accounts and custody accounts to the definition of “security account” for purposes of the Uniform TOD (transfer on death) Security Registration Act.

ISSUES DISCUSSED:

- The Uniform TOD Security Registration Act
- Benefits of TOD Registration
- Nature and definition of security accounts
- Existing practice

EFFECT OF COMMITTEE AMENDMENT: No amendment.

BACKGROUND: The Uniform TOD Security Registration Act was drafted by the National Conference of Commissioners on Uniform State Laws in 1989 to extend the advantages of the POD (paid on death) bank deposit account concept to investment securities. TOD registration allows a person to pass securities directly to another person or entity upon death, without having to go through probate. SB 692, introduced at the request of the Oregon Bankers Association, adds investment management accounts, safekeeping accounts and custody accounts to the definition of “security account” for purposes of the Uniform TOD Security Registration Act. This bill will enable holders of such accounts to set the accounts up in POD format, designating a beneficiary to receive the proceeds of the account upon the death of the original account owner.