

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

MEASURE NUMBER: HB 2901 **STATUS:** A-Engrossed
SUBJECT: Collateralization procedures and requirements for deposits of public funds.
GOVERNMENT UNIT AFFECTED: Oregon Treasurer
PREPARED BY: Adrienne Sexton
REVIEWED BY: Dallas Weyand
DATE: April 14, 2007

	<u>2007-2009</u>	<u>2009-2011</u>
EXPENDITURES – Other Funds:		
Personal Services	\$ 80,244	\$ 106,922
Services and Supplies	\$ 6,542	\$ 4,106
Total – Other Funds	\$ 86,786	\$ 111,098

POSITIONS / FTE:

Accountant 2	1 / .75	1 / 1
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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 revises collateralization procedures and requirements for deposits of public funds. The State Treasurer would be required to monitor differently the bank depositories that have deposits of public moneys, to ensure that public funds are adequately collateralized. The Treasurer may charge bank depositories for the reasonable expenses in connection with this regulatory function.

If HB 2901-A is enacted, the 2007-09 biennium budget for the Treasurer will need additional resources authorized through action by the Joint Committee on Ways and Means. The Legislative Fiscal Office will monitor the bill's progress in the Senate and make adjustments as necessary.