

REVENUE: No revenue impact

FISCAL: Minimal fiscal impact, no statement issued

---

Action: Do Pass

Vote: 9 - 0 - 0

Yeas: Doherty, Johnson, Keny-Guyer, Lively, Richardson, Smith, Thatcher, Vega Pederson, Holvey

Nays: 0

Exc.: 0

Prepared By: Bob Estabrook, Administrator

Meeting Dates: 4/23, 5/16

---

**WHAT THE MEASURE DOES:** Authorizes tribal governments to invest in Local Government Investment Pool according to existing statutes. Changes index used for calculation of investment cap on local governments and tribal governments from Consumer Price Index for All Urban Consumers of the Portland, Oregon, Metropolitan Statistical Area to U.S. City Average Consumer Price Index. Declares emergency, effective on passage.

**ISSUES DISCUSSED:**

- Potential returns on investment for tribal governments
- Security of investments
- Strengthening relationship between state and federally recognized tribes
- Cost distribution to participating entities

**EFFECT OF COMMITTEE AMENDMENT:** No amendment.

**BACKGROUND:** ORS 293.728 establishes the Oregon Short Term Fund, a pool of state and local government funds, as the investment vehicle for funds not authorized for discrete investment. Cities, counties and other local governments are currently eligible to invest up to \$45,405,443 in the Local Government Investment Pool, which comprises all local government money assigned to the State Treasurer for investment and is a component of the Short Term Fund.

Senate Bill 351 A authorizes the governments of Oregon's nine federally recognized tribes to invest funds through the Local Government Investment Pool in the same manner as local governments. The measure also changes the Consumer Price Index utilized in the State Treasurer's calculation of the cap on participation by any one government.