

**Legislative
Fiscal Office**

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**Joint Committee on
Ways and Means**

Sen. Richard Devlin, Co-Chair
Rep. Peter Buckley, Co-Chair

Sen. Betsy Johnson, Co-Vice Chair
Rep. Nancy Nathanson, Co-Vice Chair
Rep. Dennis Richardson, Co-Vice Chair

To: *Capital Construction Subcommittee*

From: *John Borden, Legislative Fiscal Office*
(503) 986-1842

Date: March 5, 2014

Subject: *HB 4144 - Work Session*

House Bill 4144 relates to public investments. The measure creates the Oregon Investment Department under the Oregon Investment Council whose purpose is to invest approximately \$87.5 billion in state-held investment funds. The measure is effective on passage with key provisions becoming operative on January 1, 2015. Attached is a draft budget report for the measure.

Amendment

There is a -16 amendment to the measure. The effect of the amendment is as follows:

- Directs the department to submit its budget to the Legislative Assembly by February 15 of each odd-numbered year. The Legislative Assembly may review and modify the budget by law. If the Legislative Assembly does not enact changes to the budget by June 1, the budget adopted by the department takes effect for the next biennium.
- Makes the State Treasurer the vice chairperson of the council until January 1, 2017. On January 1, 2017, the State Treasurer becomes chairperson of the council.
- Directs the department to report annually to the Governor and Legislative Assembly on the investment program and the annual costs incurred in administering the program.
- The Legislative Assembly, in the 2021 regular legislative session, is to conduct a review of the results of the implementation of the measure.
- Retains ORS 293.713, which prohibits a member of the council from accepting compensation for serving on board of directors of a business in which the state has an equity interest.
- Reduces the State Treasurer's 2013-15 legislatively adopted budget by \$3.5 million Other Funds.

Motion #1: Move the -16 amendment to HB 4144.

Measure as Modified

The measure, as amended, is recommended to be moved to the full Committee on Joint Ways and Means.

Motion #2: Move HB 4144 to the full committee with a "do pass" recommendation, as modified.

Chair to assign carriers:

Full: _____
2nd Chamber: _____