

Senate Bill 994

Sponsored by COMMITTEE ON RULES (at the request of State Treasurer Randall Edwards)

SUMMARY

The following summary is not prepared by the sponsors of the measure and is not a part of the body thereof subject to consideration by the Legislative Assembly. It is an editor's brief statement of the essential features of the measure **as introduced**.

Prohibits members of Oregon Investment Council from certain partnerships. Requires that members notify State Treasurer or Chief Deputy State Treasurer that certain actions might constitute actual or potential conflict of interest.

A BILL FOR AN ACT

1
2 Relating to the Oregon Investment Council.

3 **Be It Enacted by the People of the State of Oregon:**

4 **SECTION 1. Sections 2 and 3 of this 2005 Act are added to and made a part of ORS 293.701**
5 **to 293.820.**

6 **SECTION 2. (1) A person may not be appointed to or serve as a member of the Oregon**
7 **Investment Council if the person or the person's spouse has a pecuniary interest in a part-**
8 **nership in which the council is a partner.**

9 **(2) If the council enters into a partnership that results in the State Treasurer or the**
10 **Director of the Public Employees Retirement System, or the spouse of the treasurer or di-**
11 **rector, having a pecuniary interest in a partnership in which the council is a partner, the**
12 **treasurer or director, or the spouse of the treasurer or director, must be completely divested**
13 **of the interest within 30 business days of the date the council entered into the partnership.**

14 **(3) If the council enters into a partnership that results in a current appointed member**
15 **of the council or the spouse of a current appointed member having a pecuniary interest in**
16 **a partnership in which the council is a partner, the member shall resign from the council**
17 **unless the member or the spouse is completely divested of the interest within 30 business**
18 **days of the date the council entered into the partnership.**

19 **SECTION 3. (1) As used in this section:**

20 **(a) "Business" has the meaning given that term in ORS 244.020.**

21 **(b) "Business with which the person is associated" has the meaning given that term in**
22 **ORS 244.020.**

23 **(c) "Relative" has the meaning given that term in ORS 244.020.**

24 **(2) When a member of the Oregon Investment Council becomes aware that action on a**
25 **matter pending before the council might lead to private pecuniary benefit or detriment to**
26 **the person, to a relative of the person or to a business with which the person or a relative**
27 **of the person is associated, the member shall notify the State Treasurer or the Chief Deputy**
28 **State Treasurer in writing that any action, decision or recommendation by the member**
29 **might constitute an actual or potential conflict of interest. The member shall provide the**
30 **notice not later than three business days after the member becomes aware of the possibility**
31 **of an actual or potential conflict.**

NOTE: Matter in **boldfaced** type in an amended section is new; matter [*italic and bracketed*] is existing law to be omitted. New sections are in **boldfaced** type.

1 **(3) Subsection (2) of this section does not apply if the pecuniary benefit or detriment**
2 **arises out of circumstances described in ORS 244.020 (14)(a) to (c).**

3 **(4) Nothing in this section excuses a member of the council from compliance with ORS**
4 **244.120.**

5 **SECTION 4.** **A person who is a member of the Oregon Investment Council on the effec-**
6 **tive date of this 2005 Act must be in compliance with section 2 of this 2005 Act within 90 days**
7 **of the effective date of this 2005 Act.**

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