

House Bill 3250

Sponsored by Representative RESCHKE

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**. The statement includes a measure digest written in compliance with applicable readability standards.

Digest: The Act says that persons who invest PERS moneys may not consider factors that do not relate to financial risk or return. (Flesch Readability Score: 61.4).

Prohibits the Oregon Investment Council, the State Treasurer and managers from considering nonfinancial factors when directing or managing the investment of the Public Employees Retirement Fund.

A BILL FOR AN ACT

1
2 Relating to consideration of nonfinancial factors in managing state investments.

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

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

5 (a) **"Fiduciary" means the Oregon Investment Council, the State Treasurer in the State**
6 **Treasurer's role as investment officer for the council and any managers engaged by the**
7 **council or the State Treasurer for the active management of investments.**

8 (b) **"Nonfinancial factor" means a factor that has not been prudently determined by a**
9 **fiduciary to have a material effect on the financial risk or the financial return of an invest-**
10 **ment.**

11 (c) **"Policy commitment" means any evidence of a fiduciary's purpose in managing assets**
12 **as a fiduciary, including, without limitation:**

13 (A) **Advertising, statements, explanations, reports, letters to clients, communications**
14 **with portfolio companies, statements of principles or commitments; and**

15 (B) **Participation in, affiliation with or status as a signatory to any coalition, initiative,**
16 **joint statement of principles or agreement.**

17 (2) **A fiduciary may not consider nonfinancial factors when directing or managing in-**
18 **vestments of moneys in the Public Employees Retirement Fund referred to in ORS 238.660.**

19 (3) **A fiduciary is rebuttably presumed to have considered a nonfinancial factor if the**
20 **fiduciary has made, after the effective date of this 2025 Act, a policy commitment to further**
21 **any social, political or ideological interest through company engagement, board or share-**
22 **holder votes or otherwise.**

23 (4) **The requirements of this section are in addition to and not in lieu of the provisions**
24 **of ORS 293.721 and 293.726.**

25

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.