# State of Oregon

# Office of the State Treasurer

**16290 SW Upper Boones Ferry Road**

**Tigard, Oregon 97224**

## OREGON SHORT TERM FUND

**May 14, 2026**

**Meeting Minutes**

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|---|---|
| **Members Present**: | Douglas Goe, George Naughton, Brian Nava, Bryan Wolf, Michelle Wareing, Deanne Woodring, Michelle Morrison |
| **Staff Present**: | Andy Coutu, Perrin Lim, Jamie McCreary, Amy Hsiang-Wei, Louise Howard, Will Hampson, Tan Cao, Jo Recht, Alli Gordon, Patrick Deptula, Keaton Flannery, Geoff Hildreth, Debra Day, David Randall, Ericka Langone, Bryson Pate, Jordan Proudfoot, Rex Kim, Trey Petersonwood, Scott Robertson, Shain Corey, Romy Kim, Andrey Voloshinov |
| **Other Attendees Present**: | City of Talent: Dana Mason<br>Government Portfolio Advisors: Frank McDonnell<br>Government Portfolio Advisors: Whitney Maher |

The May 14, 2026 OSTF meeting was called to order at 10:02am by Douglas Goe, OSTF Chair.

## I. Opening Remarks

Douglas Goe welcomed all to the Oregon Short Term Fund Board (the “Board”) meeting and roll was taken.

## II. Review and Approval of Minutes

**MOTION:** Mr. Goe asked for a motion to approve the February 5, 2026 OSTF meeting minutes. The Board approved the minutes unanimously.

The board voted to approve the February 5, 2026 OSTF meeting minutes. At 10:03 am Deputy Treasurer George Naughton moved for approval; member Deanne Woodring seconded the motion, which then passed by a vote of 6/0. (Yes votes: Deputy Treasurer George Naughton, Chairman Douglas Goe, Brian Nava, Bryan Wolf, Michelle Wareing, Deanne Woodring).

## III. LGIP/OSTF Investment Policy Review

### Wasco County

**PRESENTED BY Amy Hsiang-Wei, Senior Investment Officer, Tan Cao, Investment Analyst Fixed Income Team, Patrick Deptula, Investment Analyst Fixed Income Team.** Tan Cao reviewed the investment policy for Wasco County (County). The County wishes to update their investment policy to include the Oregon Local Government Intermediate Fund (OLGIF) as a permitted investment. The primary reason for this update is because they have been consistently near the statutory asset limit in the Local Government Investment Pool (LGIP) and prefer to avoid the oversight in managing that constraint. The County's total fund market value currently stands at $77 million.

Summary of Staff Review:
Treasury Staff compared the County's investment policy to the current OSTF Board sample policy. While there were only a few changes recommended by Staff to the County, it was deemed fine to proceed without revisions for the OSTF Board to review.

### City of Talent

**PRESENTED BY Amy Hsiang-Wei, Senior Investment Officer, Tan Cao, Investment Analyst Fixed Income Team, Patrick Deptula, Investment Analyst Fixed Income Team.** Tan Cao reviewed the investment policy for the City of Talent (City). The City wishes to adopt an investment policy similar to the OSTF Board sample investment policy. This is the City's first investment policy and initial submission to the Board for review. The amount of funds falling within the scope of this policy over the next three years is expected to range between $5 and $15 million.

Summary of Staff Review:
Treasury Staff compared the City's submitted policy to the current OSTF Board sample policy and it aligns in all important aspects. As such, it was deemed fine to proceed for the OSTF Board to review.

## IV. Revisit Consent Agenda Process Discussion – Review Materiality Matrix

**PRESENTED BY Amy Hsiang-Wei, Senior Investment Officer, Fixed Income and Perrin Lim, Investment Officer, Fixed Income:** Amy Hsiang-Wei and Perrin Lim reviewed the Consent Agenda Process including Statutes: ORS 294.895 Board duties and ORS 294.135 Investment maturity dates. The Sample Investment Policy Materiality Review matrix was presented to the Board.

**COMMENTS FROM THE BOARD**

- Chairman Goe commented that he received materials from Ms. Woodring prior to the meeting regarding the matrix and found them helpful so he requested they get forwarded to Staff. Staff received them and will respond. Mr. Goe expressed that the materials provided by staff were excellent and helped frame the issues well. The suggestion was to get the Board's input on the materiality review and to weigh in on whether the members agree, plus provide feedback on any information to add or retract. Mr. Goe clarified that the goal of this review is for local governments and municipalities who met statute ORS 294.135 criteria, still needing their policy sent to the board and determining if this falls under a full review or consent agenda item.
    - Mr. Naughton pointed out the recommendation for any substance changes would be for the local governments to bring their policy to the Board for review and clarify when to have items on the consent agenda.
    - Mr. Goe stated that the matrix is a great guideline for local governments to establish what is material regarding policy changes and determining if a full review is needed.
    - Michelle Wareing clarified that all new policies will have a full review. Changes to existing policies will be determined by Staff regarding what goes on the consent agenda and what comes to the Board for a full review.
- The Board had no updates to the matrix and is comfortable with current process and Staff's discretion on when a policy goes to a full review or gets added to the consent agenda.

## V. OSTF Market Overview and Portfolio Update

**PRESENTED BY Amy Hsiang-Wei, Senior Investment Officer, Fixed Income and Will Hampson, Investment Officer, Fixed Income:** Amy Hsiang-Wei and Will Hampson presented the market overview and OSTF Portfolio update:

OREGON STATE TREASURY

- Executive Summary
    - Persistent geopolitical disruptions have tended to be inflationary and provide justification to delay non-AI business fixed investment. But AI investment continues to be large and continues to increase.
        - Tariffs, Export Controls, Sanctions, Government Shutdown, Iran Conflict.
        - Iran Conflict – extreme energy price shock and related uncertainty stalls business investment.
        - Tariffs – Supreme Court deemed broad IEEPA-based tariffs invalid. The strategy has solidified around permanent use of national security and unfair trade practice-based justifications, moving away from temporary, emergency actions.
    - Domestic demand looks 'ok' on average but sharply diverges into AI and non-AI buckets.
    - Most measures of inflation remain above the 2% target.
    - Labor market stagnancy and delayed real business investment are the primary economic weaknesses.
        - But the strength of the AI related segment is dominating, pulling up the averages.
    - The Fed has remained on hold since December at 3.5%-3.75%.
        - Fed Independence, critical for inflation control, has come under threat.
        - Fed unity lowest in decades with 4 dissents, the highest since 1992. 3 members favored removing the easing bias.
        - Powell to remain on Fed due to Trump Administration legal actions that are "unprecedented in our 113-year history".
    - Credit spreads remain tight making attractive value hard to find. Patience and defense are still working.
    - The frontend of the yield curve is the steepest it's been since September 21' -- we think current levels are attractive and are cautiously looking to extend duration.
- OSTF Portfolio Overview
    - As of 3/31/2026 Fund NAV $35,191,437,317 with a paid rate as of 2/12/2026 of 4.00%.
- **ACTION ITEM:** The Board has asked for updated education on the allowance which will be discussed at a future meeting this year.

## VI. Closing Remarks/Other Items of Business

- There were no questions from the Board. Mr. Goe thanked everyone for an excellent meeting.

## VII. Public Comment

- The Board accepted public comment from public members in attendance.

Mr. Goe adjourned the meeting at 12:01 PM.

Respectfully submitted,

Alli Gordon
Executive Support Specialist