LOCAL GOVERNMENT NEWS REPORT

April 2009

INTEREST RATES

The average annualized yield for March was 1.3855%. The rates for March were as follows:

March 1st – 5th	1.45%
March 6th – 19th	1.40%
March 20th – 29th	1.35%
March 30th – 31st	1.30%

WASHINGTON MUTUAL CHANGE

We were recently informed by Washington Mutual that they have decided to no longer continue as a qualified public depository for government funds in Oregon. As a result, Washington Mutual has been removed from our list of Qualified Depositories for Public Funds on our website.

The current listing of Qualified Depositories for Public Funds can be found on our website via the link below.

http://www.ost.state.or.us/divisions/finance/Collateral/qualifieddepositoriespublicfunds.htm

DARREN BOND APPOINTED NEW DEPUTY TREASURER

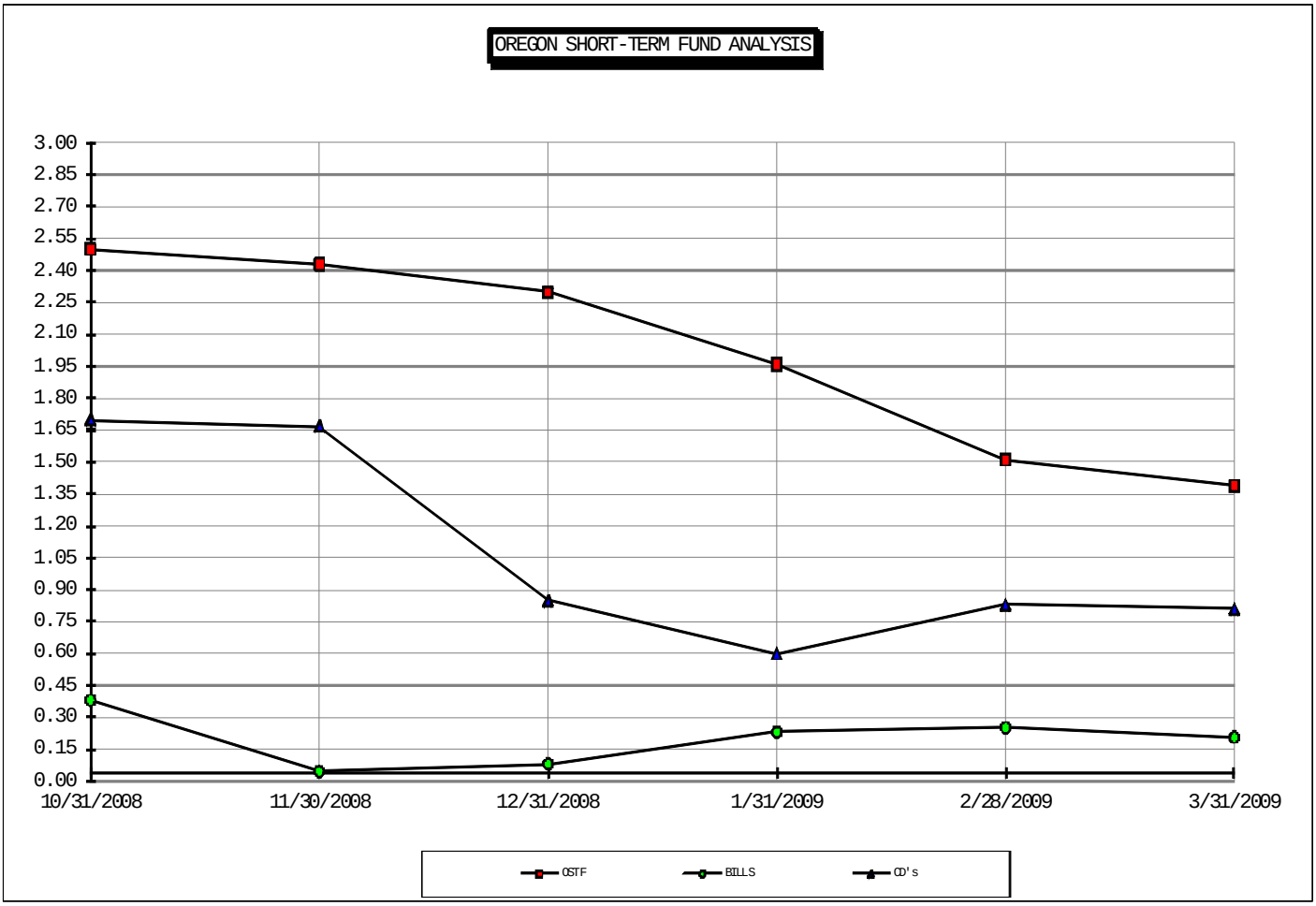
Oregon State Treasurer Ben Westlund announced on March 10th that he had appointed Darren Q. Bond as the new Deputy State Treasurer.

Mr. Bond was formally sworn in Monday, March 9th, in a ceremony at the Capitol. Prior to his appointment, Mr. Bond worked as the Finance Division Director at the Office of the State Treasurer and is a 19-year-veteran of the office.

"Darren Bond's management skills and financial acumen have benefited Oregon and its citizens for almost 20 years, and he has played a key role in turning the Office of the State Treasurer into a money-saving engine for Oregon," Westlund said. "Every organization is only as successful as its people, and under the leadership of Darren Bond, I'm confident my office will continue to improve and will be an even more valuable enterprise for our great state."

A Certified Cash Manager, Mr. Bond was hired in 1989 to create and oversee the state's focus on cash management. That function has since evolved into the Finance Division, which provides banking services to state agencies, manages the state's commercial bank and fiscal agent relationships, administers the local government investment pool, and provides accounting for the state's investment portfolios.

Debbe Myers
Local Government Coordinator
350 Winter Street NE, Suite 100
Salem, Oregon 97301-3896
Phone: (503) 373-1194 or 1-800-452-0345
Fax: (503) 373-1179
Voice Response System (VRS): 1-877-888-1767
E-mail: lgip@mail.ost.state.or.us
Website: http://www.ost.state.or.us/divisions/finance/LocalGovernment/Index.htm
Local Government News List: http://listsmart.osl.state.or.us/mailman/listinfo/local-gov-news



Oregon Short-Term Fund Analysis as of March 31, 2009

	10/31/2008	11/30/2008	12/31/2008	1/31/2009	2/28/2009	3/31/2009
LGIP AV DOLLARS INVESTED (MM)	3,588	4,841	5,390	5,143	5,277	5,194
STATE AGENCY AV DOLLARS INVESTED (MM)	5,592	5,854	5,533	5,951	5,386	4,928
TOTAL OSTF AV DOLLARS INVESTED (MM)	9,180	10,695	10,923	11,094	10,663	10,122
OST ANNUAL YIELD (ACT/ACT)	2.50	2.43	2.30	1.96	1.51	1.39
3-MO UST BILLS (BOND EQ YLD)	0.38	0.05	0.08	0.23	0.25	0.21
3-MO JUMBO CDS (ACT/360)	1.70	1.67	0.85	0.60	0.83	0.81

NOTE: The OST ANNUAL YIELD represents the average annualized yield paid to accountholders during the month. Since interest accrues to accounts on a daily basis and the rate paid changes during the month, this average rate is not the exact rate earned by each account.

3-MO UST BILLS yield is the yield for the Treasury Bill Issue maturing closest to 3 months from monthend. 3-MO JUMBO CDS is the highest posted rate received by the Treasury from Oregon banks as of monthend. Consequently, whereas the yield on UST Bills should normally be lower than CD rates, the fact that the quotes are up to a week different in time may result in an apparent reversal of this situation.

This material is available in alternative format and media upon request.