



1995 SENATE BILL 47

January 31, 1995 - Introduced by Senators FARROW, DARLING, HUELSMAN, BUETTNER and PANZER, cosponsored by Representatives GREEN, GOETSCH, MUSSER, SILBAUGH, OWENS, LAZICH and LADWIG. Referred to Committee on Transportation, Agriculture and Local Affairs.

1 **AN ACT to amend** 66.04 (2m) (intro.), 66.04 (2m) (a) and 66.04 (2m) (b); and **to**
2 **create** 66.04 (2m) (ae) and 66.04 (2m) (am) of the statutes; **relating to:** the
3 delegation of investment authority by a city, village, town, county, school
4 district or other local unit of government.

Analysis by the Legislative Reference Bureau

Under current law, a city, village, town, county, school district, drainage district or other local unit of government may delegate the investment authority over any of its funds not immediately needed to certain banks or trust companies if the institution is authorized to exercise trust powers and if the governing body of the local unit of government annually reviews the institution's performance and annually renews the investment agreement with the institution.

This bill authorizes a local unit of government to delegate the investment authority over such funds to an investment adviser if the adviser is registered in this state and with the federal securities and exchange commission and if the adviser has at least \$500,000,000 of assets under management. The current law requirements of annual review of performance and renewal of the agreement apply to an investment adviser.

For further information see the *state and local* fiscal estimate, which will be printed as an appendix to this bill.

The people of the state of Wisconsin, represented in senate and assembly, do enact as follows:

5 **SECTION 1.** 66.04 (2m) (intro.) of the statutes is amended to read:

