



State of Wisconsin
1997 - 1998 LEGISLATURE

LRBa1227/1
MES/RAC/PG;jlg:jf

**SENATE AMENDMENT 2,
TO 1997 SENATE BILL 362**

November 19, 1997 - Offered by Senator GEORGE.

1 At the locations indicated, amend the bill as follows:

2 **1.** Page 2, line 8: after "Lakes;" insert "the delegation of authority by local
3 units of government over funds held in trust for certain pension plans;"

4 **2.** Page 14, line 25: after that line insert:

5 "SECTION 17c. 66.04 (2) (b) of the statutes is amended to read:

6 66.04 (2) (b) Any town, city or village may invest surplus funds in any bonds
7 or securities issued under the authority of the municipality, whether the bonds or
8 securities create a general municipality liability or a liability of the property owners
9 of the municipality for special improvements, and may sell or hypothecate the bonds
10 or securities. Funds of any employer, as defined by s. 40.02 (28), in a deferred
11 compensation plan may also be invested and reinvested in the same manner
12 authorized for investments under s. 881.01 (1). Funds of any city, village, town,
13 county, school district, drainage district, technical college district or other governing

1 board, as defined in s. 34.01 (1), held in trust for pension plans intended to qualify
2 under section 401 (a) of the Internal Revenue Code, may be invested and reinvested
3 in the same manner authorized for investments under s. 881.01.

4 **SECTION 17d.** 66.04 (2s) of the statutes is created to read:

5 66.04 (2s) ADDITIONAL DELEGATION OF INVESTMENT AUTHORITY. In addition to the
6 authority granted under sub. (2m), a city, village, town, county, school district,
7 drainage district, technical college district or other governing board, as defined in s.
8 34.01 (1), may delegate the investment authority over any of its funds not
9 immediately needed and held in trust for its qualified pension plans to an investment
10 manager who meets the requirements and qualifications specified in the trust's
11 investment policy and who is registered as an investment adviser under the
12 Investment Advisers Act of 1940, 15 USC 80b-3.”

13 (END)