

No. 560, S.]

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CHAPTER 511.

AN ACT to repeal 20.73 (1) (line headed "20.725"), 34.02, 34.03 (1) (e), 38.24 (22), 42.26, 42.29, 42.36, 42.37 (5) and 42.69 (4); to renumber 20.055 (2); to renumber and amend 20.055 (1); to amend 14.53 (5m) and (5n), 20.725, 20.726 (introductory paragraph) and (1), 20.727 (introductory paragraph) and (1), 25.17 (introductory paragraph), (2), (3), (4), (5) and (9) (a) and (g), 25.28, 42.21, 42.23, 42.31, 42.34, 42.35 (1) (introductory paragraph), 42.37 (introductory paragraph), (1) and (2), 42.39, 42.41 (3), 42.42 (3) and (4), 42.49 (1) (introductory paragraph) and (b), 42.51 (4), 42.53 and 45.38 (7); to repeal and recreate 25.15, 25.16, 34.03 (1) (g), 42.24, 42.30, 42.32, 42.38 and 42.46; to create 15.041, 15.042, 25.17 (2b), (8) and (10), 25.18, 25.19 and 42.22 of the statutes, relating to the creation of the state of Wisconsin investment board to succeed to the duties of the state annuity and investment board in the investment of state funds and the administration of the state employes retirement system and the duties of the board of deposits of Wisconsin; and the creation of the state retirement system administration board to succeed to the duties of the state annuity and investment board in the administration of the state retirement system for teachers and making appropriations.

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

SECTION 1. 14.53 (5m) and (5n) of the statutes are amended to read:

14.53 (5m) It shall be the duty of the attorney-general to furnish all legal services required by the state * * * of Wisconsin investment board in the investment of * * * any funds, together with such other services as are necessarily connected with such legal work.

(5n) The attorney-general shall render to the state * * * of Wisconsin investment board monthly statements of the total cost of such legal and other services. Upon receipt

of such statements, the * * * chairman of the board shall certify the amounts thereof to the * * * director of budget and accounts to be paid into the general fund of the state treasury out of the appropriation * * * to the state * * * of Wisconsin investment board for the cost of making * * * investments; such amounts shall be and hereby are reappropriated from said general fund and added to the appropriation for the department of the attorney-general for general administration purposes.

SECTION 2. 15.041 and 15.042 of the statutes are created to read:

15.041 ADDITIONAL DUTIES OF DEPARTMENT OF BUDGET AND ACCOUNTS. It shall be the duty of the director of budget and accounts, and he shall have the power and authority:

(1) To collect from any available source and to correlate information concerning any and all anticipated state revenues.

(2) To collect and correlate information from all state departments concerning any departmental disbursements and the proper time thereof.

(3) To forecast all revenues and expenditures of the state.

(4) To determine the minimum cash balances needed in operating banks at all times to meet the operating requirements of all state departments.

(5) (a) To advise the state investment commission daily concerning surplus moneys available for investment from each of the various state funds.

(b) To advise the state investment commission concerning the date when invested funds will be required in the form of cash. Said commission shall furnish such reports of investments as may be required by the director of budget and accounts.

(6) To co-operate with the state investment commission, the state treasurer, the department of taxation and other revenue departments for the purpose of effecting improvements in the management and investment of state funds.

15.042 DEPARTMENTS TO FURNISH INFORMATION. Upon request of the director of budget and accounts all state departments shall furnish such information concerning anticipated revenues and expenditures as may be required by him for effective control of state finances.

SECTION 3. 20.055 (1) of the statutes as recreated by chapter 319, laws of 1951 (Bill No. 174, A.) is renumbered 20.724 (1) and amended to read:

20.724 (1) All moneys paid into the state deposit fund * * * are appropriated to the * * * state of Wisconsin investment board, to carry out the purposes * * * for which said fund was created and to be used as provided in chapter 34. Of this appropriation there is allotted for the following purposes:

	1951-1952	1952-1953
Personal services	\$16,215	\$16,555
Materials and expense	2,200	2,400
Capital outlay	130	25

For the purposes of this subsection the allotments made above shall not include * * * municipality contributions to the Wisconsin retirement fund * * * required by section 20.90 (2), payments to the state deposit fund * * * required by section 20.724 (2), or payments to the * * * state of Wisconsin investment board * * * required by section 20.725 (1).

SECTION 4. 20.055 (2) of the statutes is renumbered 20.724 (2).

SECTION 5. 20.725 of the statutes as amended by chapter 319, laws of 1951 (Bill No. 174, A.) is amended to read:

20.725 There is appropriated from the general fund to the state * * * of Wisconsin investment board: On July 1, 1951, * * * \$100,000, and annually, beginning July 1, 1952, * * * \$120,000 for the execution of its functions under sections 25.15 to * * * 25.19. Of this appropriation there is allotted for the following purposes:

	1951-1952	1952-1953
Personal services	* * * \$77,993	* * * \$79,182
Materials and expense	21,907	40,718
Capital outlay	100	100

At the end of each fiscal year, the general fund shall be reimbursed, from the income of the several funds under the control of the state * * * of Wisconsin investment board, or through the provisions of * * * 25.17 * * * (5), the amount actually expended under this appropriation for the cost of making the investments and for the supervision of the loans and securities of such funds. The state * * * of Wisconsin investment board shall bill the several funds at the end of each fiscal year for the costs so incurred * * *, in accordance with proper cost records maintained by said board for the investment expenses chargeable to each respective fund.

SECTION 6. 20.726 (introductory paragraph) and (1) of the statutes are amended to read:

20.726 STATE OF WISCONSIN INVESTMENT BOARD. (Introductory paragraph) There is appropriated to the * * * *state of Wisconsin* investment board:

(1) Annually, beginning July 1, * * * 1951, from the respective funds from which employees' and appointed state officers' salaries are paid, such sums as may be necessary to pay the state pensions under the state employees' retirement system to members thereof whose salaries were normally paid from such fund. In cases where a change of funds is made so that the appropriation from which a retired employe's salary was paid up to the time of retirement, thereafter is made from another fund, the pension of such employe shall be paid from the new fund after such change. Immediately after the effective date of this provision, the * * * *state of Wisconsin* investment board shall determine the amounts which have been paid to any such retired employes since any such change in funds, and certify to the director of budget and accounts the amount so paid, which amount shall thereupon be transferred from the proper fund to the credit of the fund from which the pensions have been paid. This appropriation shall be credited to the annuity reserve fund, pursuant to the certification by the * * * *state of Wisconsin* investment board as provided in section 42.69 (3). All moneys in the annuity reserve fund and employes' savings fund, which together shall constitute a fund in the state treasury to be known as the "State Employees' Retirement Fund", shall be used for the purpose of * * * *administering said fund.*

SECTION 7. 20.727 (introductory paragraph) of the statutes is amended to read:

20.727 STATE RETIREMENT SYSTEM ADMINISTRATION BOARD. (Introductory paragraph) There is appropriated from the interest earnings of the funds of the state retirement system, defined in section 25.28, to the state * * * *retirement system administration board:*

SECTION 8. 20.727 (1) of the statutes as amended by chapter 319, laws of 1951 (Bill No. 174, A.) is amended to read:

20.727 (1) On July 1, 1951, * * * \$75,000, and annually beginning July 1, 1952, * * * \$77,000 for the administration of sections 42.20 to 42.54. Of this appropriation there is allotted for the following purposes *for the respective fiscal years:*

	1951-1952	1952-1953
Personal services	* * * \$59,675	* * * \$61,175
Materials and expense	10,625	10,825
Capital outlay	4,700	5,000

SECTION 9. 20.73 (1) (line headed "20.725") of the statutes, as created by chapter 319, laws of 1951 (Bill No. 174, A.) is repealed.

SECTION 10. 25.15 and 25.16 of the statutes are repealed and recreated to read:

25.15 STATE OF WISCONSIN INVESTMENT BOARD. (1) There is created a state of Wisconsin investment board. Notwithstanding any other provisions of the statutes or special laws, the board shall be provided with suitable offices in the state capitol and shall be supplied with necessary furniture, supplies, postage, stationery, equipment and printing on the same basis as other state departments.

(2) The board shall be composed of 7 members, one of whom shall be the governor who shall act as chairman, and one of whom shall be the director of budget and accounts. The other 5 members shall be appointed by the governor with the advice and consent of the senate. One of such appointed members shall be a teacher or professor actively connected with the school system of the state and a member, or former member, of the state retirement system. Such member who is appointed first shall serve until March 1, 1953. One of such appointive members shall be a participating employe, or former participating employe, under the Wisconsin retirement fund. Such member who is appointed first shall serve until March 1, 1954. The remaining 3 appointive members shall be persons who have had at least 10 years of experience in making investments. One of said 3 remaining appointive members shall serve until March 1, 1955; another until March 1, 1956 and the last until March 1, 1957. As the term of any member shall expire his successor shall be appointed for a term of 6 years. All appointed members shall serve until their successors have been appointed and shall have qualified. All appointed members shall be paid a salary of \$25 for each day actually devoted to the performance of their duties, including time spent in travel, and shall also be reimbursed for their actual and necessary expenses.

(3) Regular meetings of the board shall be held in each month and special meetings shall be held upon the call of the chairman or any 4 members of the board.

(4) The governor shall designate one of the members of the board to act as chairman in the event of the absence or inability of the governor to so serve.

(5) The governor shall have the right to vote only for the purpose of breaking a tie.

25.16 STATE INVESTMENT COMMISSION. (1) The executive and administrative functions of the state of Wisconsin investment board shall be vested in the state in-

vestment commission. The commission shall consist of 3 persons who shall be appointed by said board pursuant to the provisions of chapter 16 except that, notwithstanding any provisions of said chapter 16, they shall be on probation and subject to summary dismissal by said board for a period of 2 years from the date of their appointment. Each of the commissioners shall be qualified by training and prior experience to manage, administer and invest funds.

(2) Said board shall designate one member of said commission to be the chairman thereof who shall have the direction of all employes of the board. It shall be the duty of the chairman to sign all documents which must be executed by the commission. The chairman shall be paid such salary, not exceeding \$10,500 per annum, as may be fixed by said board.

(3) Said board shall designate one member of the commission to be the vice-chairman thereof. It shall be his duty to act for, and in place of, the chairman in the event of the absence or disability of the chairman. The vice-chairman shall be paid such salary, not exceeding \$10,000 per annum, as may be fixed by said board.

(4) Said board shall designate one member of the commission to be the secretary thereof. It shall be his duty to countersign all documents which must be executed by the commission and to keep the minutes of the meetings of the board and the records of the commission. He shall be paid such salary, not exceeding \$10,000 per annum, as may be fixed by the board.

(5) No member of the commission shall hold any other office or be engaged in any other employment nor shall he have any financial interest either directly or indirectly in any firm engaged in the sale or marketing of real estate or securities of any kind.

(6) Each member of the commission shall furnish a bond for the faithful performance of his duties in such sum and with such sureties as the board may require and approve, the cost of which shall be borne by the board.

SECTION 11. 25.17 (introductory paragraph) and (2) of the statutes are amended to read:

25.17 POWERS AND DUTIES OF STATE OF WISCONSIN INVESTMENT BOARD. (Introductory paragraph) The * * * "State of Wisconsin Investment Board" shall be a body corporate with power to sue in said name. The board shall have a seal with the words, "State of Wisconsin Investment Board". The board shall have power and authority and it shall be its duty:

(2) To invest any of the funds specified in subsections (1) and (2a) in the securities authorized by section 206.34 and to dispose of such securities when in their judgment it is to the best interest of these funds to do so. * * * Every such security shall be held as an asset of the fund by which purchased and, except as otherwise provided by law, the loss or gain shall inure thereto. All securities in which moneys of any such fund, including the general fund, are invested shall be under the management and control of the board.

SECTION 12. 25.17 (2b) of the statutes is created to read:

25.17 (2b) To invest the funds of the state retirement system and the Wisconsin retirement fund in loans, securities or investments in addition to those permitted by any other section of the statutes, provided that the aggregate of the loans, securities and investments made under this subsection shall not exceed 10 per cent of the admitted assets of each of said funds, and provided further that all of the common stocks or preferred stocks purchased pursuant to authority conferred by this subsection shall qualify as investments under the applicable provisions of 201.25 (1) (ff), (fg) and (fh).

SECTION 13. 25.17 (3), (4) and (5) of the statutes are amended to read:

(3) To make all loans from any funds * * * under its * * * control in the name of the state * * *.

(4) To accept when necessary to protect a mortgage loan, a quitclaim deed or warranty deed to the mortgaged property in full satisfaction of the mortgage debt, and to manage, operate, lease, exchange, sell and convey, by land contract, quitclaim deed or warranty deed, and grant easement rights in, any real property acquired by said board. *Any lease, land contract, quitclaim deed, warranty deed, easement, satisfaction of mortgage, partial release of mortgage, or any other instrument relating to real property in which said board has an interest shall be executed on behalf of said board by the state investment commission.*

(5) To give such advice and assistance as may be requested by the commissioners of public lands or the board of regents of the university in the investment of any moneys which under subsection (1) are excepted from the moneys to be loaned or invested by the state * * * of Wisconsin investment board, and to assign, sell, convey and deed to them such investments made by the said board as may be mutually agreeable. The cost of any services rendered to the commissioners of public lands or the board of regents of

the university pursuant to this section shall be charged to the fund to which the moneys invested belong and shall be added to appropriation to the state * * * of Wisconsin investment board in section 20.725.

SECTION 14. 25.17 (8) of the statutes is created to read:

25.17 (8) To succeed to all of the duties, functions, powers, property, documents, records, assets, liabilities and obligations of the "Board of Deposits of Wisconsin" in the administration of chapter 34 of the statutes.

SECTION 15. 25.17 (9) (a) and (g) of the statutes are amended to read:

25.17 (9) (a) The annuity board * * * of the state retirement system in the investment of the several funds of the state retirement system;

(g) All other state boards, commissions, departments, institutions and officers in the investment of any funds which under subsection (1) of this section are hereafter to be loaned and invested by the state of Wisconsin investment * * * board.

SECTION 16. 25.17 (10) of the statutes is created to read:

25.17 (10) To succeed to all of the property, documents, records and assets of the state annuity and investment board in the investment of the several funds which were under the control of said board.

SECTION 17. 25.18 and 25.19 of the statutes are created to read:

25.18 ADDITIONAL POWERS OF BOARD. In addition to the powers and duties enumerated in 25.17 the state of Wisconsin investment board shall have power to delegate to any of its members and the state investment commission such authority as it may see fit concerning the investment of the various funds under the control of the board, including full or limited authority to make loan commitments and complete loans and to purchase securities and make other investments. Any authority so delegated may be exercised by the state investment commission only upon the written approval of at least 2 members of the commission.

25.19 STATE TREASURER, EX OFFICIO MEMBER; BOND; DEPOSIT OF SECURITIES. The state treasurer shall be ex officio treasurer of the state of Wisconsin investment board and shall give an additional bond in such amount and with such corporate sureties as shall be required and approved by the board, the cost of which shall be borne by the board. Any of the securities purchased by the state of Wisconsin investment board for any of the funds whose investment is under the control of the board may be deposited by the board or the state treasurer in vaults or other safe depositories outside of the office of the state treasurer, and either in or outside of the state of Wisconsin, but a safe-keeping receipt shall be delivered to the state treasurer for all securities so deposited. Every such safe-keeping receipt shall describe the securities covered thereby and be payable on demand, without conditions, to the state of Wisconsin investment board or to any designated fund under the control of the board or to the state treasurer.

SECTION 18. 25.28 of the statutes is amended to read:

25.28 (1) The moneys paid into the retirement deposit fund as provided in sections 42.39 to 42.46 and all other money received by it from any legal source, excepting sums legally disbursed from said fund and excepting sums transferred therefrom to the general fund or the annuity reserve fund, shall constitute the retirement deposit fund; the moneys legally transferred from the retirement deposit fund to the annuity reserve fund and all other moneys received by said latter fund from any legal source, excepting sums legally disbursed from said fund, constitute the annuity reserve fund; the moneys derived from the surtax and set apart for the contingent fund under section 71.14 (8) and (9) and all other money received by said fund from any legal source, excepting sums legally disbursed therefrom constitute the contingent fund; and are appropriated to the state * * * retirement system administration board for carrying into effect the provisions of sections 42.20 to 42.54.

(2) The amounts deposited by the state under section 42.45 and heretofore released or forfeited under sections 42.49 (6), 38.24 (22), and the former 42.55 (22), and all amounts deposited by the state under section 42.45 and hereafter released or forfeited under section 42.49 (6) * * * shall be paid into the general fund. The balance of the state deposit accumulations heretofore released or forfeited under sections 42.49 (6), 38.24 (22) and the former 42.55 (22), and the balance of the state deposit accumulations hereafter released or forfeited under section 42.49 (6) * * * shall be transferred to such reserves of the state retirement system as the state * * * retirement system administration board may direct.

SECTION 19. 34.02 of the statutes is repealed.

SECTION 20. 34.03 (1) (e) of the statutes is repealed.

SECTION 21. 34.03 (1) (g) of the statutes is repealed and recreated to read:

34.03 (1) (g) To employ such persons as shall be necessary to administer and carry

out the purposes of this chapter. All expenses of administration and reinsurance shall be paid out of the state deposit fund.

SECTION 22. 38.24 (22) of the statutes is repealed.

SECTION 23. 42.21 of the statutes is amended to read:

42.21 This act, consisting of sections 42.20 to 42.54 and all amendments thereto, shall be known as the "State Retirement Law". The * * * state retirement system * * * hereby established shall be administered by and under the * * * *state retirement system administration board*.

SECTION 24. 42.22 of the statutes is created to read:

42.22 STATE RETIREMENT SYSTEM ADMINISTRATION BOARD. (1) There is created a state retirement system administration board. The board shall be provided with suitable offices and shall be supplied with necessary furniture, supplies, postage, stationery, equipment and printing on the same basis as other state departments.

(2) The board shall be composed of 6 members. The original 6 members shall be appointed by the governor. Two members of the board shall be members of, and represent, the public school retirement association. One of the members who is first appointed shall serve until November 15, 1952 and the other until November 15, 1953. Two of the members of the board shall be members of, and represent, the normal school retirement association. One of the members who is first appointed shall serve until November 15, 1952 and the other until November 15, 1953. The remaining 2 members of the board shall be members of, and represent, the university retirement association. One of the members who is first appointed shall serve until November 15, 1952 and the other until November 15, 1953. As the term of any member shall expire his successor shall be elected by the retirement association which he represents for a term of 3 years. All members of the board, whether appointed or elected, shall serve until their successors have been appointed and shall have qualified. The members of the board shall be paid a salary of \$25 for each day actually devoted to the performance of their duties, including time spent in travel, and shall also be reimbursed their actual and necessary expenses.

(3) Regular meetings of the board shall be held each month, and special meetings shall be held upon the call of its executive secretary or any 3 members of the board.

(4) The board shall elect one of its members chairman, one vice-chairman and one secretary. The chairman shall preside at all meetings of the board. The vice-chairman shall act in lieu of the chairman in the event of the absence or disability of the chairman. The secretary shall keep the minutes of the meetings of the board.

(5) The executive head of the board shall be the executive secretary thereof. He shall be appointed by the board and shall be paid such salary as may be fixed by the board not exceeding \$8,500 per annum. He shall furnish a bond for the faithful performance of his duties in such sum and with such sureties as the board may require, the cost of which shall be borne by the board.

(6) The executive secretary shall have the direction of all employes of the board. He shall be authorized to act for the board, pursuant to its direction and under such regulations as it may adopt, in all matters concerning the administration of the state retirement system which the board may see fit to delegate to him.

SECTION 25. 42.23 of the statutes is amended to read:

42.23 The state * * * *retirement system administration board* may refund any money paid in error into any of the funds of the state retirement system, including money paid in error by an employer. To effect such a refund the * * * *executive secretary of said board* shall certify to the director of budget and accounts the name of each person entitled to a refund and the amount thereof. Thereupon, and notwithstanding section 20.06, the director of budget and accounts shall draw his warrant for the amount and in favor of the person so certified, and the state treasurer shall pay the same and charge it to the appropriation made by section * * * 20.727 (3).

SECTION 26. 42.24 of the statutes is repealed and recreated to read:

42.24 STATE TREASURER EX OFFICIO TREASURER OF STATE RETIREMENT SYSTEM; BOND. The state treasurer shall be ex officio treasurer of the state retirement system, and shall give an additional bond in such amount and with such corporate sureties as shall be required and approved by the state retirement system administration board, the cost of which shall be borne by the board.

SECTION 27. 42.26 of the statutes is repealed.

SECTION 28. 42.29 of the statutes is repealed.

SECTION 29. 42.30 of the statutes is repealed and recreated to read:

42.30 ASSOCIATION REPRESENTATIVES. Subject to the provisions of section 42.22, the members of each retirement association shall elect their representatives on the state retirement system administration board prior to the beginning of their respective

terms in such manner and at such time as shall be prescribed in the by-laws of the respective associations. Any vacancy on the board shall be filled by the governor for the unexpired term.

SECTION 30. 42.31 of the statutes is amended to read:

42.31 (1) The state * * * *retirement system administration* board from time to time shall adopt such by-laws and make such rules for the transaction of the business of the state retirement system and for the control of the several funds hereby created and the payment of the benefits hereby provided as it shall deem necessary and proper and shall perform all duties necessary or convenient for putting into effect and carrying on the state retirement system.

(2) The state * * * *retirement system administration* board shall employ such actuarial, legal, medical or other technical service and such clerical and other services as may be necessary, fix the compensation therefor, and may allow actual and necessary expenses incurred in the performance of duty.

SECTION 31. 42.32 of the statutes is repealed and recreated to read:

42.32 CUSTODY AND DISPOSITION OF FUNDS. The state retirement system administration board shall receive, hold and pay out according to law, all deposits by the members and by the state and all accretions thereto and other moneys belonging to the several funds of the state retirement system.

SECTION 32. 42.34 of the statutes is amended to read:

42.34 The state * * * *retirement system administration* board shall make such investigations of the mortality, disability, service and compensation experience of the several funds as shall be necessary. On the basis of such investigation the * * * board shall determine, adopt and certify the rates at which the annuities and other benefits shall be granted. The rates shall be adequate to provide for all benefits as near as may be at actual cost, but shall not be less than the rates based on the minimum standard prescribed by law for granting annuities in this state. *The rates last adopted by the state annuity and investment board shall continue to be the prevailing rates until changed by action of the state retirement system administration board.* No revision of rates shall affect adversely the rights of any beneficiary or annuitant under an application made prior to the date when such revision becomes effective. The state * * * *retirement system administration* board shall from time to time order and make such distribution of gains and savings as it may deem equitable.

SECTION 33. 42.35 (1) (introductory paragraph) of the statutes is amended to read:

42.35 (1) (introductory paragraph) Members of each retirement association, *all of whom shall be members of the state retirement system,* are classified as follows:

SECTION 34. 42.36 of the statutes is repealed.

SECTION 35. 42.37 (introductory paragraph) (1) and (2) of the statutes are amended to read:

42.37 (introductory paragraph) * * * *The state retirement system administration* board shall:

(1) Determine * * * the age, sex, prior service, compensation and teaching experience of members.

(2) Determine * * * the amounts deposited by members, the amounts to be deposited by the state on account of members, and the benefits payable to members.

SECTION 36. 42.37 (5) of the statutes is repealed.

SECTION 37. 42.38 of the statutes is repealed and recreated to read:

42.38 COURT REVIEW. Any order, rule or determination of the state retirement system administration board may be reviewed in the manner provided in chapter 227.

SECTION 38. 42.39 of the statutes is amended to read:

42.39. Every employer shall furnish to the state * * * *retirement system administration* board * * * such reports and such information as * * * said * * * board may require, and the state superintendent of public instruction and the county, district and city superintendents shall give such aid and co-operation in furnishing or obtaining any such reports or information * * * as may be required by * * * said * * * board.

SECTION 39. 42.41 (3) of the statutes is amended to read:

42.41 (3) The *state retirement system administration* board * * * shall immediately transmit to the state treasurer all payments received and shall audit the pay rolls of all employers and shall determine the amount deductible from the compensation of members on each pay roll * * *.

SECTION 40. 42.42 (3) and (4) of the statutes are amended to read:

42.42 (3) Upon receiving notice of the employment of a senior teacher for the first

time, the * * * *state retirement system administration board* shall immediately mail to the teacher a blank calling for such information as the board may require for the identification of the teacher and the determination of the state deposit and other rights of the teacher, which blank properly filled shall be returned to the board promptly. The state deposit for the fiscal year shall not be made for any teacher unless such information is received on or before * * * *July 31 of * * * the following fiscal year.*

(4) * * * *The state retirement system administration board* shall issue to every member a certificate of membership, which shall contain such information as, with the information derived from the pay roll, shall be necessary to determine the state deposit on behalf of such member and shall be in such forms as the * * * board shall prescribe.

SECTION 41. 42.46 of the statutes is repealed and recreated to read:

42.46 MAINTAINING STATUS OF FUNDS. (1) The state retirement system administration board shall annually, as soon after June 30 as shall be practicable, ascertain the teaching experience of, and the amount of, required deposits made during the year by each member, and on the basis thereof determine the state deposit to be made by the state in the retirement deposit fund of the state retirement system on account of service rendered during the year for each member. Said board shall also determine annually, as soon after June 30 as shall be practicable, the amount of money which must be placed in the contingent fund of the state retirement system in order to maintain the ratio of assets to liabilities therein which is required by section 42.33 (1) (c). Said board shall thereupon certify to the director of budget and accounts who shall forthwith prepare a warrant therefor, and upon such warrant the state treasurer shall, as of June 30, 1951 transfer the aforesaid amounts to the state retirement system from the funds appropriated for the purpose. The amount transferred for the retirement deposit fund shall be credited to the individual accounts of the members for the purpose of providing an annuity or other benefit as provided in sections 42.20 to 42.54.

(2) The state retirement system administration board shall annually, prior to July 15, estimate the amount of the state deposit to be made by the state in the retirement deposit fund of the state retirement system for each member on account of service rendered during the preceding fiscal year and the amount of money which must be placed in the contingent fund of the state retirement system in order to maintain the ratio of assets to liabilities therein required by section 42.33 (1) (c). Thereupon said board shall certify such estimate to the director of budget and accounts who shall prepare a warrant each month for one-twelfth of said estimated amounts and upon such warrants the state treasurer shall transfer the sums specified therein to the state retirement system from funds appropriated for the purpose. When the state retirement administration board shall have determined the exact amounts which were payable by the state to the state retirement system for the retirement deposit fund and the contingent fund thereof respectively for the preceding fiscal year as required by subsection (1) hereof, a final certification thereof shall be made by said board to the director of budget and accounts and a final payment pursuant thereto shall be made to or from the state retirement system, whichever the case may be, as determined from the aforesaid final certification.

SECTION 42. 42.49 (1) (introductory paragraph) and (b) of the statutes are amended to read:

42.49 (1) (introductory paragraph) Upon the expiration of 6 months after filing application with the *state retirement system administration board* * * * by a member who has ceased to be employed as a teacher *in the public schools, teachers colleges or university in this state*, and who is not on a leave of absence from a teaching position, the accumulation from the member's deposits, or any part thereof, may be withdrawn:

(b) In such installments as the * * * *state retirement system administration board* shall approve.

SECTION 43. 42.51 (4) of the statutes is amended to read:

42.51 (4) Upon the issue of a certificate of membership to any member of Class A, the * * * *state retirement system administration board* shall determine the accumulation as of the date of the taking effect of sections 42.20 to 42.54 resulting from the payments by such member to the teachers' insurance and retirement fund with interest thereon at the actual rate earned by said fund. The * * * *said board* shall thereupon * * * transfer the amount of such accumulation * * * to the credit of said member in the retirement deposit fund as of July 8, 1921.

SECTION 44. 42.53 of the statutes is amended to read:

42.53 The state * * * *retirement system administration board* * * * shall succeed to and be vested with all the property, rights, powers and duties, and be subject to all the obligations and liabilities, of the teachers' insurance and retirement fund and of the board of trustees of the teachers' insurance and retirement fund *in the administration of said fund.*

SECTION 45. 42.69 (4) of the statutes is repealed.

SECTION 46. 45.38 (7) of the statutes is amended to read:

45.38 (7) The soldiers' rehabilitation fund shall be invested by the state * * * of Wisconsin investment board, in the same character of securities as is provided by law for the investment of funds * * * of the state retirement system, and preference shall be given to applications for loans to farmers and co-operative associations.

SECTION 47. (1) (a) The term "state of Wisconsin investment board" shall be substituted for the term "board of deposits of Wisconsin" and the term "board of deposits" wherever the latter appear in the statutes.

(b) In section 42.33 (1) (introductory paragraph), (2), (3) and (4) of the statutes "state retirement system administration board" is substituted for "annuity board".

(c) In sections 42.41 (2), 42.42 (1) and (2), 42.43, 42.49 (3) and 42.50 (1) of the statutes "state retirement system administration board" is substituted for "retirement board having jurisdiction".

(d) In sections 42.47, 42.49 (7), 42.50 (3) and 42.51 (7) of the statutes "state retirement system administration board" is substituted for "state annuity and investment board".

(e) In section 42.48 of the statutes "state retirement system administration board" is substituted for "retirement board having jurisdiction" and "said board" for "annuity board".

(f) In section 42.49 (2) (introductory paragraph) and (e) and (6) of the statutes "state retirement system administration board" is substituted for "annuity board".

(g) In sections 42.49 (4) and 42.51 (1) of the statutes "state retirement system administration board" is substituted for "said retirement board" and "retirement board", respectively.

(h) In sections 42.65 (1), 42.71 (1) (b), 66.904 (1) (a) 4 and 5, 66.912 (1) (g), 102.49 (8), 102.59 (4) and 102.65 (10) of the statutes "state of Wisconsin investment board" is substituted for "state annuity and investment board".

(i) In sections 42.68 (1) and (2), 42.69 (1), (2) and (3), 42.70 (1) and (2), 70.115 and 108.16 (5) of the statutes "state of Wisconsin investment board" is substituted for "annuity and investment board".

(j) The revisor of statutes is directed in publishing the statutes to make the changes made by this section.

(2) Every employe of the state annuity and investment board whose salary was paid from the appropriation made by section 20.725 of the statutes of 1949, is continued as an employe of the state of Wisconsin investment board, subject to the provisions of chapter 16, each of them at the salary received by him at the time of transfer, plus any increase to take effect July 1, 1951 recommended for him by the state annuity and investment board under sections 14.71 (3) and 16.105 (2), subject to the right of the state of Wisconsin investment board to make changes in the manner provided by law in personnel, salaries, titles and duties.

(3) Every employe of the state annuity and investment board whose salary was paid from the appropriation made by section 20.727 (1) of the statutes of 1949, is continued as an employe of the state retirement system administration board, subject to the provisions of chapter 16, each of them at the salary received by him at the time of transfer, plus any increase to take effect July 1, 1951 recommended for him by the state annuity and investment board under sections 14.71 (3) and 16.105 (2), subject to the right of the state of Wisconsin investment board to make changes in the manner provided by law in personnel, salaries, titles and duties.

(4) Every employe of the board of deposits of Wisconsin is continued as an employe of the state of Wisconsin investment board, subject to the provisions of chapter 16, each of them at the salary received by him at the time of transfer, plus any increase to take effect July 1, 1951 recommended for him by the board of deposits of Wisconsin under sections 14.71 (3) and 16.105 (2), subject to the right of the state of Wisconsin investment board to make changes in the manner provided by law in personnel, salaries, titles and duties.

(5) All machines, files, furniture, paper, supplies and other office equipment of whatsoever kind and nature used by the state annuity and investment board in fulfilling its duties relating to the investment of state funds and administering the state employes retirement system shall be the property of the state of Wisconsin investment board.

(6) All machines, files, furniture, paper, supplies and other office equipment of whatsoever kind and nature used by the state annuity and investment board in administering the provisions of sections 42.20 to 42.54 of the statutes shall be the property of the state retirement system administration board.

(7) All machines, files, furniture, paper, supplies and other office equipment of what-

soever kind and nature used by the board of deposits of Wisconsin in fulfilling its duties under chapter 34 of the statutes shall be the property of the state of Wisconsin investment board.

(8) Any effective order, rule or regulation promulgated by the state annuity and investment board or by the board of deposits of Wisconsin shall continue in force and effect, except insofar as the same may be rescinded or amended by the state of Wisconsin investment board. The state of Wisconsin investment board is authorized to complete, consistent with this act, any business or act or proceeding undertaken by either the state annuity and investment board or the board of deposits of Wisconsin or in which either of them was a party. All commitments for the purchase of securities or the completion of loans made by the state annuity and investment board shall continue in force and effect unless and until withdrawn or amended by the state of Wisconsin investment board.

SECTION 48. This act shall take effect July 1, 1951, except that the provisions hereof relating to the appointment by the governor of 5 persons as members of the state of Wisconsin investment board, the appointment by the governor of 6 persons as members of the state retirement system administration board, the appointment by the state of Wisconsin investment board of 3 persons as members of the state investment commission and the appointment by the state retirement system administration board of an executive secretary thereof, shall take effect upon passage and publication so that said boards and said commission will be ready to function on July 1, 1951, and except that the state agencies affected by this act shall, as soon as possible after passage and publication thereof, cooperate to the end that all transfers and other matters provided for in this act shall be carried out effectively on July 1, 1951.

Approved June 28, 1951.
