

Sixtieth
Legislative Assembly
of North Dakota

Introduced by

(At the request of the State Investment Board)

1 A BILL for an Act to amend and reenact section 21-10-02 of the North Dakota Century Code,
2 relating to the investment powers of the state investment board; and to declare an emergency.

3 **BE IT ENACTED BY THE LEGISLATIVE ASSEMBLY OF NORTH DAKOTA:**

4 **SECTION 1. AMENDMENT.** Section 21-10-02 of the North Dakota Century Code is
5 amended and reenacted as follows:

6 **21-10-02. Board - Powers and duties.** The board is charged with the investment of
7 the funds enumerated in section 21-10-06. ~~It~~ The board shall approve general types of
8 securities for investment by these funds and set policies and procedures regulating securities
9 transactions on behalf of the various funds. The board may grant a security interest in
10 securities held by the board on behalf of the various funds to third parties if necessary to
11 comply with federal law. Representatives of the funds enumerated in section 21-10-06 may
12 make recommendations to the board in regard to investments. The board or its designated
13 agents must be custodian of securities purchased on behalf of funds under the management of
14 the board. The board may appoint an investment director or advisory service, or both, who
15 must be experienced in, and hold considerable knowledge of, the field of investments. The
16 investment director or advisory service ~~shall serve~~ serves at the pleasure of the board. The
17 investment director or advisory service may be an individual, corporation, limited liability
18 company, partnership, or any legal entity which meets the qualifications established ~~herein in~~
19 this section. The board may authorize the investment director to lend securities held by the
20 funds. These securities must be collateralized as directed by the board. The board may create
21 investment fund pools in which the funds identified in section 21-10-06 may invest.

22 **SECTION 2. EMERGENCY.** This Act is declared to be an emergency measure.