

**FIRST ENGROSSMENT  
with Conference Committee Amendments  
ENGROSSED SENATE BILL NO. 2302**

Introduced by

Senators Hogue, Stenehjem, Christmann

Representatives Carlson, Grande, Vigesaa

1 A BILL for an Act to create and enact a new section to chapter 21-10 of the North Dakota  
2 Century Code, relating to the legacy and budget stabilization fund advisory board; to amend  
3 and reenact sections 21-10-04 and 21-10-06 of the North Dakota Century Code, relating to  
4 meetings of the state investment board and management of the legacy fund; and to declare an  
5 emergency.

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

7 **SECTION 1. AMENDMENT.** Section 21-10-04 of the North Dakota Century Code is  
8 amended and reenacted as follows:

9 **21-10-04. Board - Meetings.**

10 The state investment board shall select one of its members to serve as chair, one to serve  
11 as vice chair, and shall meet at the call of the chair, ~~investment director~~, or upon written notice  
12 signed by two members of the board.

13 **SECTION 2. AMENDMENT.** Section 21-10-06 of the North Dakota Century Code is  
14 amended and reenacted as follows:

15 **21-10-06. Funds under management of board - Accounts.**

16 The

17 1. Subject to the provisions of section 21-10-01, the board is charged with the investment  
18 of the following funds:

19 1.a. State bonding fund.

20 2.b. Teachers' fund for retirement.

21 3.c. State fire and tornado fund.

22 4.d. Workforce safety and insurance fund.

23 5.e. National guard tuition trust fund.

24 6.f. Public employees retirement system.

1           7.g. Insurance regulatory trust fund.

2           8.h. State risk management fund.

3           9.i. Budget stabilization fund.

4           10.j. Health care trust fund.

5           11.k. Cultural endowment fund.

6           12.l. Petroleum tank release compensation fund.

7           m. Legacy fund.

8           2. Separate accounting must be maintained for each of the ~~above~~ funds listed in  
9           subsection 1. ~~When it is deemed advantageous, the~~ The moneys of the individual  
10          funds may be commingled for investment purposes when determined advantageous.

11          3. The state investment board may provide investment services to, and manage the  
12          money of, any agency, institution, or political subdivision of the state, subject to  
13          agreement with the industrial commission. The scope of services to be provided by the  
14          state investment board to the agency, institution, or political subdivision must be  
15          specified in a written contract. The state investment board may charge a fee for  
16          providing investment services and any revenue collected must be deposited in the  
17          state retirement and investment fund.

18          **SECTION 3.** A new section to chapter 21-10 of the North Dakota Century Code is created  
19          and enacted as follows:

20          **Legacy and budget stabilization fund advisory board.**

21          The legacy and budget stabilization fund advisory board is created to develop  
22          recommendations for the investment of funds in the legacy fund and the budget stabilization  
23          fund to present to the state investment board. The goal of investment for the legacy fund is  
24          principal preservation while maximizing total return. The board consists of two members of the  
25          senate appointed by the senate majority leader, two members of the house of representatives  
26          appointed by the house majority leader, the director of the office of management and budget or  
27          designee, the president of the Bank of North Dakota or designee, and the tax commissioner or  
28          designee. The board shall select a chairman and must meet at the call of the chairman. The  
29          board shall report at least semiannually to the budget section. Legislative members are entitled  
30          to receive compensation and expense reimbursement as provided under section 54-03-20 and  
31          reimbursement for mileage as provided by law for state officers. The legislative council shall pay

- 1 the compensation and expense reimbursement for the legislative members. The legislative
- 2 council shall provide staff services to the legacy and budget stabilization fund advisory board.
- 3 The staff and consultants of the state retirement and investment office shall advise the board in
- 4 developing asset allocation and investment policies.

5       **SECTION 4. EMERGENCY.** This Act is declared to be an emergency measure.