

HOUSE BILL NO. 296

INTRODUCED BY NORDTVEDT

IN THE HOUSE

January 16, 1981	Introduced and referred to Committee on State Administration.
January 28, 1981	Committee recommend bill do pass as amended. Report adopted.
January 29, 1981	Bill printed and placed on members' desks.
January 30, 1981	Second reading, do pass.
January 31, 1981	Correctly engrossed.
February 2, 1981	Third reading, passed. Transmitted to Senate.

IN THE SENATE

February 3, 1981	Introduced and referred to Committee on State Administration.
March 11, 1981	Committee recommend bill be concurred in. Report adopted.
March 12, 1981	Second reading, concurred in.
March 14, 1981	Third reading, concurred in. Ayes 34; Noes, 13

IN THE HOUSE

March 17, 1981	Returned from Senate. Concurred in.
March 20, 1981	Sent to enrolling. Reported correctly enrolled.

1 HOUSE BILL NO. 296

2 INTRODUCED BY undtveit

4 A BILL FOR AN ACT ENTITLED: "AN ACT TO SUBMIT TO THE
5 QUALIFIED ELECTORS OF MONTANA AN AMENDMENT TO ARTICLE VIII,
6 SECTION 13, OF THE MONTANA CONSTITUTION REMOVING THE
7 RESTRICTION ON INVESTMENT OF PUBLIC FUNDS IN CORPORATE
8 CAPITAL STOCK AND THE REQUIREMENT THAT SCHOOL FUND
9 INVESTMENTS BEAR A FIXED INTEREST RATE."

11 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:

25 (2) The public school fund and the permanent funds of

1 the Montana university system and all other state
2 institutions of learning shall be safely and conservatively
3 invested in:

4 (a) Public securities of the state, its subdivisions,
5 local government units, and districts within the state, or
6 (b) Bonds of the United States or other securities
7 fully guaranteed as to principal and interest by the United
8 States, or

11 Section 2. Effective date. If approved by the
12 electorate, this amendment is effective January 1, 1983.

13 Section 3. Submission to electorate. This amendment
14 shall be submitted to the electors of the State of Montana
15 at the general election to be held November 2, 1981, by
16 printing on the ballot the full title of this act and the
17 following:

18 FOR removing the restriction on investment of public
19 funds in corporate capital stock and the requirement
20 that school fund investments bear a fixed rate of
21 interest.

22 AGAINST removing the restriction on investment of
23 public funds in corporate capital stock and the
24 requirement that school fund investments bear a
25 fixed rate of interest.

-End-
-2-

INTRODUCED BILL

HB 296

Approved by Committee
on State Administration

1 HOUSE BILL NO. 296
2 INTRODUCED BY NORDTVEDT
3
4 A BILL FOR AN ACT ENTITLED: "AN ACT TO SUBMIT TO THE
5 QUALIFIED ELECTORS OF MONTANA AN AMENDMENT TO ARTICLE VIII,
6 SECTION 13, OF THE MONTANA CONSTITUTION REMOVING THE
7 RESTRICTION ON INVESTMENT OF PUBLIC FUNDS IN CORPORATE
8 CAPITAL STOCK AND THE REQUIREMENT THAT SCHOOL FUND
9 INVESTMENTS BEAR A FIXED INTEREST RATE."

11 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:

12 Section 1. Article VIII, section 13, of the
13 Constitution of the State of Montana is amended to read:
14 "Section 13. Investment of public funds. (1) The
15 legislature shall provide for a unified investment program
16 for public funds and provide rules therefor, including
17 supervision of investment of surplus funds of all counties,
18 cities, towns, and other local governmental entities. Each
19 fund forming a part of the unified investment program shall
20 be separately identified. Except-for-montes--contributed--to
21 retirement--funds--no--public--funds--shall--be--invested--in
22 private--corporate--capital--stocks. The investment program
23 shall be audited at least annually and a report thereof
24 submitted to the governor and legislature.

25 (2) The public school fund and the permanent funds of

1 the Montana university system and all other state
2 institutions of learning shall be safely and conservatively
3 invested in:

9 (c) Such other safe investments bearing a fixed rate
10 of interest as may be provided by law."

11 Section 2. Effective date. If approved by the
12 electorate, this amendment is effective January 1, 1983.

13 Section 3. Submission to electorate. This amendment
14 shall be submitted to the electors of the State of Montana
15 at the general election to be held November 27-1982, 1982,
16 by printing on the ballot the full title of this act and the
17 following:

18 FOR removing the restriction on investment of public
19 funds in corporate capital stock and the requirement
20 that school fund investments bear a fixed rate of
21 interest.

22 AGAINST removing the restriction on investment of
23 public funds in corporate capital stock and the
24 requirement that school fund investments bear a
25 fixed rate of interest.

HOUSE BILL NO. 296
INTRODUCED BY NORDTVEIT

4 A BILL FOR AN ACT ENTITLED: "AN ACT TO SUBMIT TO THE
5 QUALIFIED ELECTORS OF MONTANA AN AMENDMENT TO ARTICLE VIII,
6 SECTION 13, OF THE MONTANA CONSTITUTION REMOVING THE
7 RESTRICTION ON INVESTMENT OF PUBLIC FUNDS IN CORPORATE
8 CAPITAL STOCK AND THE REQUIREMENT THAT SCHOOL FUND
9 INVESTMENTS BEAR A FIXED INTEREST RATE."

11 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:

12 Section 1. Article VIII, section 13, of the
13 Constitution of the State of Montana is amended to read:

14 "Section 13. Investment of public funds. (1) The
15 legislature shall provide for a unified investment program
16 for public funds and provide rules therefor, including
17 supervision of investment of surplus funds of all counties,
18 cities, towns, and other local governmental entities. Each
19 fund forming a part of the unified investment program shall
20 be separately identified. Except-for-monies--contributed--to
21 retirement--funds--no--public--funds--shall--be--invested--in
22 private--corporate--capital--stocks. The investment program
23 shall be audited at least annually and a report thereof
24 submitted to the governor and legislature.

25 (2) The public school fund and the permanent funds of

1 the Montana university system and all other state
2 institutions of learning shall be safely and conservatively
3 invested in:

4 (a) Public securities of the state, its subdivisions,
5 local government units, and districts within the state, or
6 (b) Bonds of the United States or other securities
7 fully guaranteed as to principal and interest by the United
8 States, or

9 (c) Such other safe investments bearing a fixed rate
10 of interest as may be provided by law."

11 Section 2. Effective date. If approved by the
12 electorate, this amendment is effective January 1, 1983.

13 Section 3. Submission to electorate. This amendment
14 shall be submitted to the electors of the State of Montana
15 at the general election to be held November 1 ~~1980~~ 1982,
16 by printing on the ballot the full title of this act and the
17 following:

18 FOR removing the restriction on investment of public
19 funds in corporate capital stock and the requirement
20 that school fund investments bear a fixed rate of
21 interest.

22 AGAINST removing the restriction on investment of
23 public funds in corporate capital stock and the
24 requirement that school fund investments bear a
25 fixed rate of interest.

HOUSE BILL NO. 296
INTRODUCED BY NORDTVEDT

4 A BILL FOR AN ACT ENTITLED: "AN ACT TO SUBMIT TO THE
5 QUALIFIED ELECTORS OF MONTANA AN AMENDMENT TO ARTICLE VIII,
6 SECTION 13, OF THE MONTANA CONSTITUTION REMOVING THE
7 RESTRICTION ON INVESTMENT OF PUBLIC FUNDS IN CORPORATE
8 CAPITAL STOCK AND THE REQUIREMENT THAT SCHOOL FUND
9 INVESTMENTS BEAR A FIXED INTEREST RATE."

11 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:

12 Section 1. Article VIII, section 13, of the
13 Constitution of the State of Montana is amended to read:

14 "Section 13. Investment of public funds. {1} The
15 legislature shall provide for a unified investment program
16 for public funds and provide rules therefor, including
17 supervision of investment of surplus funds of all counties,
18 cities, towns, and other local governmental entities. Each
19 fund forming a part of the unified investment program shall
20 be separately identified. Except-for-monies--contributed--to
21 retirement--funds--no--public--funds--shall--be--invested--in
22 private-corporate--capital--stocks. The investment program
23 shall be audited at least annually and a report thereof
24 submitted to the governor and legislature.

25 (2) The public school fund and the permanent funds of

1 the Montana university system and all other state
2 institutions of learning shall be safely and conservatively
3 invested in:

4 (a) Public securities of the state, its subdivisions,
5 local government units, and districts within the state, or
6 (b) Bonds of the United States or other securities
7 fully guaranteed as to principal and interest by the United
8 States, or

9 (c) Such other safe investments bearing-a-fixed-rate
10 of-interest as may be provided by law."

11 Section 2. Effective date. If approved by the
12 electorate, this amendment is effective January 1, 1983.

13 Section 3. Submission to electorate. This amendment
14 shall be submitted to the electors of the State of Montana
15 at the general election to be held November 2nd 1982.
16 by printing on the ballot the full title of this act and the
17 following:

18 FOR removing the restriction on investment of public
19 funds in corporate capital stock and the requirement
20 that school fund investments bear a fixed rate of
21 interest.

22 AGAINST removing the restriction on investment of
23 public funds in corporate capital stock and the
24 requirement that school fund investments bear a
25 fixed rate of interest.

-End-

- 7 -

HB 296

REFERENCE BILL