

**FIRST ENGROSSMENT  
with House 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 4.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, theThe 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 the chairmen of the  
25           house and senate appropriations committees, the commissioner of financial institutions or  
26           designee, the director of the office of management and budget or designee, the president of the  
27           Bank of North Dakota or designee, the tax commissioner or designee, and one member  
28           appointed by the governor to serve at the pleasure of the governor. The board shall select a  
29           chairman and must meet at the call of the chairman. The board shall report at least  
30           semiannually to the budget section. Legislative members are entitled to receive compensation

1 and expense reimbursement as provided under section 54-03-20 and reimbursement for  
2 mileage as provided by law for state officers.

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