

SENATE BILL No. 678

August 22, 2007, Introduced by Senator STAMAS and referred to the Committee on Local, Urban and State Affairs.

A bill to amend 1943 PA 20, entitled

"An act relative to the investment of funds of public corporations of the state; and to validate certain investments,"

by amending section 6 (MCL 129.96), as added by 1997 PA 196.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Sec. 6. (1) Subject to subsection (2), before executing an
2 order to purchase or trade the funds of a public corporation, a
3 financial intermediary, broker, or dealer shall be provided with a
4 copy of the public corporation's investment policy and shall do
5 both of the following:

6 (a) Acknowledge receipt of the investment policy.

7 (b) Agree to comply with the terms of the investment policy
8 regarding the buying or selling of securities.

9 (2) A public corporation is subject to subsection (1)

1 beginning on the date that the investment policy of a public
2 corporation takes effect or 180 days after the end of the public
3 corporation's first fiscal year ending after the effective date of
4 the amendatory act that repealed section 2, whichever is earlier.

5 (3) The investment officer ~~annually~~ shall provide **QUARTERLY** a
6 written report to the governing body concerning the investment of
7 the funds.