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HOUSE BILL 3010

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State of Washington                      61st Legislature                      2010 Regular Session

By Representatives Anderson, Chandler, Bailey, and Miloscia

Read first time 01/20/10.      Referred to Committee on Financial Institutions & Insurance.

1            AN ACT Relating to conducting performance audits of state  
2 investment board investment services contracts; and adding a new  
3 section to chapter 43.09 RCW.

4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:

5            NEW SECTION.    **Sec. 1.** A new section is added to chapter 43.09 RCW  
6 to read as follows:

7            (1) In addition to audits authorized under RCW 43.88.160 and  
8 43.09.470, by December 1, 2010, and every eight years thereafter, the  
9 state auditor must conduct independent, comprehensive performance  
10 audits of the investment contracts entered into by the state investment  
11 board.

12            (2) The scope for each performance audit may not be limited and  
13 must include at least the following specific elements:

14            (a) Services actually provided under the contract in comparison to  
15 the services originally contracted;

16            (b) Identification of services that can be reduced or eliminated;

17            (c) A comparison of investment performance and services obtained  
18 through the contract compared to industry-wide performance data,

- 1 performance measures, and self-assessment systems; and
- 2 (d) Identification of best practices.

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