

CERTIFICATION OF ENROLLMENT

SUBSTITUTE HOUSE BILL 1585

Chapter 161, Laws of 1997

55th Legislature
1997 Regular Session

STATE INVESTMENT BOARD--DELEGATION OF POWERS

EFFECTIVE DATE: 7/27/97

Passed by the House March 6, 1997
Yeas 94 Nays 0

CLYDE BALLARD
**Speaker of the
House of Representatives**

Passed by the Senate April 10, 1997
Yeas 47 Nays 0

BRAD OWEN
President of the Senate

Approved April 23, 1997

GARY LOCKE
Governor of the State of Washington

CERTIFICATE

I, Timothy A. Martin, Chief Clerk of the House of Representatives of the State of Washington, do hereby certify that the attached is **SUBSTITUTE HOUSE BILL 1585** as passed by the House of Representatives and the Senate on the dates hereon set forth.

TIMOTHY A. MARTIN
Chief Clerk

FILED

April 23, 1997 - 4:16 p.m.

**Secretary of State
State of Washington**

SUBSTITUTE HOUSE BILL 1585

Passed Legislature - 1997 Regular Session

State of Washington

55th Legislature

1997 Regular Session

By House Committee on Financial Institutions & Insurance (originally sponsored by Representatives Huff, L. Thomas, Clements, H. Sommers, Wolfe and Carlson; by request of State Investment Board)

Read first time 02/26/97.

1 AN ACT Relating to the operation of the state investment board;
2 amending RCW 43.33A.030; and adding a new section to chapter 43.33A
3 RCW.

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

5 **Sec. 1.** RCW 43.33A.030 and 1981 c 3 s 3 are each amended to read
6 as follows:

7 Trusteeship of those funds under the authority of the board is
8 vested in the voting members of the board. The nonvoting members of
9 the board shall advise the voting members on matters of investment
10 policy and practices.

11 The board may enter into contracts necessary to carry out its
12 powers and duties. The board may delegate any of its powers and duties
13 to its executive director as deemed necessary for efficient
14 administration and when consistent with the purposes of ((this 1980
15 act)) chapter 3, Laws of 1981.

16 Subject to guidelines established by the board, the board's
17 executive director may delegate to board staff any of the executive
18 director's powers and duties including, but not limited to, the power

1 to make investment decisions and to execute investment and other
2 contracts on behalf of the board.

3 NEW SECTION. **Sec. 2.** A new section is added to chapter 43.33A RCW
4 to read as follows:

5 The board or its executive director may delegate by contract to
6 private sector or other external advisors or managers the discretionary
7 authority, as fiduciaries, to purchase or otherwise acquire, sell, or
8 otherwise dispose of or manage investments or investment properties on
9 behalf of the board, subject to investment or management criteria
10 established by the board or its executive director. Such criteria
11 relevant to particular investments or class of investment applicable
12 under the board's contract with an advisor or manager must be
13 incorporated by reference into the contract.

Passed the House March 6, 1997.

Passed the Senate April 10, 1997.

Approved by the Governor April 23, 1997.

Filed in Office of Secretary of State April 23, 1997.