

HOUSE  
AMENDMENT

THIS AMENDMENT  
ADOPTED

ALLEN/PAIR  
FEBRUARY 14, 2017

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CLERK OF THE HOUSE

*Rep. Cobb-Hunter* PROPOSES THE FOLLOWING AMENDMENT  
No. *1* TO H. 3726 (COUNCIL\SA\3726C002.DKA.SA17):

REFERENCE IS TO THE BILL AS INTRODUCED.

**AMEND THE BILL, AS AND IF AMENDED, SECTION  
9, PAGE 19, BEGINNING ON LINE 6, BY STRIKING  
SECTION 9-16-330(B) IN ITS ENTIRETY AND  
INSERTING:**

**/ (B)(1) NOTWITHSTANDING SECTION  
9-16-30(A), THE COMMISSION'S STATEMENT OF  
GENERAL INVESTMENT OBJECTIVES MAY  
INCLUDE A DELEGATION TO THE CHIEF  
INVESTMENT OFFICER OF THE FINAL AUTHORITY  
TO INVEST AN AMOUNT NOT TO EXCEED:**

**(A) TWO PERCENT OF THE TOTAL VALUE OF PORTFOLIO ASSETS FOR EACH INVESTMENT, IF THE INVESTMENT IS IN ASSETS THAT ARE PUBLICLY TRADEABLE AND THE INVESTMENT PROVIDES FOR LIQUIDITY IN NINETY DAYS OR LESS; OR**

**(B) ONE PERCENT OF THE TOTAL VALUE OF PORTFOLIO ASSETS FOR EACH INVESTMENT, IF THE INVESTMENT IS IN ASSETS THAT ARE NOT PUBLICLY TRADEABLE OR THE INVESTMENT'S LIQUIDITY PROVISION IS GREATER THAN NINETY DAYS.**

**(2) ANY FINAL AUTHORITY DELEGATED TO THE CHIEF INVESTMENT OFFICER PURSUANT TO THIS SUBSECTION MUST BE EXERCISED SUBJECT TO THE OVERSIGHT OF THE CHIEF EXECUTIVE OFFICER. THE CLOSING DOCUMENTATION OF AN INVESTMENT MADE PURSUANT TO THIS DELEGATION MUST INCLUDE THE CHIEF EXECUTIVE OFFICER'S CERTIFICATION THAT THE INVESTMENT CONFORMS TO THE AMOUNT AND THE EXTENT OF THE DELEGATION. ANY**

**AUTHORITY EXERCISED PURSUANT TO THIS SECTION MUST BE EXERCISED IN A MANNER CONSISTENT WITH THE LIMITATIONS IMPOSED BY THIS SECTION AND INVESTMENTS MAY NOT BE DIVIDED INTO SMALLER AMOUNTS IN ORDER TO AVOID THESE LIMITATIONS. THE COMMISSION MUST BE NOTIFIED OF AN INVESTMENT MADE PURSUANT TO ANY DELEGATED AUTHORITY WITHIN THREE BUSINESS DAYS OF THE INVESTMENT'S CLOSING AND THE INVESTMENT MUST BE REVIEWED WITH THE COMMISSION AT ITS NEXT REGULARLY SCHEDULED MEETING. THE COMMISSION MAY AMEND, SUSPEND, OR REVOKE THE DELEGATION OF THE FINAL AUTHORITY TO INVEST AT ANY TIME AND MAY PLACE STRICTER LIMITS ON ANY DELEGATED AUTHORITY THAN THOSE PROVIDED IN THIS SUBSECTION.**

**AMEND FURTHER SECTION 9, PAGE 21, BY ADDING AN APPROPRIATELY LETTERED SUBSECTION TO READ:**

**/ “(E) BEFORE THE IMPLEMENTATION OF DELEGATION OF FINAL INVESTMENT AUTHORITY FROM THE COMMISSION TO THE CHIEF INVESTMENT OFFICER, THE COMMISSION’S EXTERNAL INVESTMENT CONSULTANT SHALL PROVIDE AN ANALYSIS OF THE EXTENT OF INVESTMENT AUTHORITY DELEGATION IN OTHER PUBLIC PENSION FUNDS, INCLUDING RESULTING INVESTMENT PERFORMANCE, AND RECOMMENDATIONS REGARDING POLICY PARAMETERS TO GOVERN INVESTMENT AUTHORITY DELEGATION. THE ANALYSIS AND RECOMMENDATIONS MUST BE COMPLETED AND PROVIDED TO THE COMMISSION BEFORE THE IMPLEMENTATION OF DELEGATION OF FINAL INVESTMENT AUTHORITY TO THE CHIEF INVESTMENT OFFICER.”/**

**AMEND FURTHER SECTION 7, PAGE 15, SECTION 9-16-90(B), BY ADDING AN APPROPRIATELY NUMBERED ITEM TO READ:**

**/ “( ) A SCHEDULE OF INVESTMENT DECISIONS THAT HAVE BEEN DELEGATED FROM THE COMMISSION TO THE CHIEF INVESTMENT OFFICER TO INCLUDE THE NAME, ASSET CLASS, ASSET VALUE, FEES PAID, AND PERFORMANCE SINCE INCEPTION BY MANAGER.” /**

**RENUMBER SECTIONS TO CONFORM.**

**AMEND TITLE TO CONFORM**