

underscored material = new
[bracketed material] = delete

1 B. The fund shall be invested by the state
2 investment officer in accordance with policy regulations
3 promulgated by the state investment council.

4 C. In making investments, the state investment
5 officer, under the supervision of the state investment council,
6 shall exercise the judgment and care under the circumstances
7 then prevailing that businessmen of ordinary prudence,
8 discretion and intelligence exercise in the management of their
9 own affairs not in regard to speculation but in regard to the
10 permanent disposition of their funds, considering the probable
11 income as well as the probable safety of their capital.

12 D. The legislature may establish criteria for
13 investing the fund if the criteria are enacted by a
14 three-fourths' vote of the members elected to each house, but
15 investment of the fund is subject to the following
16 restrictions:

17 (1) not more than sixty-five percent of the
18 book value of the fund shall be invested at any given time in
19 corporate stocks;

20 (2) not more than ten percent of the voting
21 stock of a corporation shall be held;

22 (3) stocks eligible for purchase shall be
23 restricted to those stocks of businesses listed upon a national
24 stock exchange or included in a nationally recognized list of
25 stocks; and

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1 (4) not more than fifteen percent of the book
2 value of the fund may be invested in international securities
3 at any single time.

4 E. All additions to the fund and all earnings,
5 including interest, dividends and capital gains from investment
6 of the fund shall be credited to the fund.

7 F. The annual distributions from the fund shall be
8 ~~[one hundred two percent of the amount distributed in the~~
9 ~~immediately preceding fiscal year until the annual~~
10 ~~distributions equal four and seven tenths percent of the~~
11 ~~average of the year-end market values of the fund for the~~
12 ~~immediately preceding five calendar years. Thereafter, the~~
13 ~~amount of the annual distributions shall be four and~~
14 ~~seven tenths] five and one-half percent of the average of the~~
15 ~~year-end market values of the fund for the immediately~~
16 ~~preceding five calendar years. "~~

17 Section 2. The amendment proposed by this resolution
18 shall be submitted to the people for their approval or
19 rejection at the next general election or at any special
20 election prior to that date that may be called for that
21 purpose.

22 Section 3. The amendment proposed in this resolution
23 shall not become effective without the consent of the United
24 States congress.