

# Senate Floor Amendment

ss0489a-2

1.1 Senator Pappas moved to amend [S.F. No. 489](#) as follows:

1.2 Page 2, delete section 1 and insert:

1.3 "Section 1. Minnesota Statutes 2012, section 11A.24, subdivision 1, is amended to read:

1.4 Subdivision 1. **Securities generally.** (a) Pursuant to an investment policy adopted

1.5 by the state board, the state board is authorized to purchase, sell, lend, and exchange

1.6 the securities specified in this section, for funds or accounts specifically made subject

1.7 to this section, ~~including.~~ This authority includes puts and call options ~~and,~~ future

1.8 contracts, ~~and swap contract marked to market, if these options and contracts are~~ traded

1.9 on a contract market regulated by a governmental agency or by a financial institution

1.10 regulated by a governmental agency. These securities may be owned directly or through

1.11 shares in exchange-traded or mutual funds, or as units in commingled trusts, subject to

1.12 any limitations as specified in this section.

1.13 (b) Any agreement to lend securities must be concurrently collateralized with cash

1.14 or securities with a market value of not less than 100 percent of the market value of the

1.15 loaned securities at the time of the agreement. Any agreement for put and call options

1.16 and futures contracts may only be entered into with a fully offsetting amount of cash or

1.17 securities. Only securities authorized by this section, excluding those under subdivision 6,

1.18 paragraph (a), clauses (1) to (3), may be accepted as collateral or offsetting securities.

1.19 **EFFECTIVE DATE.** This section is effective the day following final enactment."

1.20 The motion prevailed. #did not prevail. So the amendment was #not adopted.