moves to amend the bill on page 1, line 20, to page 4, line 1, by rewriting the lines to read:
"SECTION 2. G.S. 147-69.7 reads as rewritten:
"§ 147-69.7. Discharge of duties to funds.
... (b) In investing and managing assets of the fund pursuant to subsection (a) of this section, the State Treasurer:
(1) Shall consider the following circumstances:
a. General economic conditions.
b. The possible effect of inflation or deflation.
c. The role that each investment or course of action plays within the overall portfolio of the fund.
d. The expected total return from income and the appreciation of capital.
e. Needs for liquidity, regularity of income, and preservation or appreciation of capital.
f. With respect to the Retirement Systems defined in G.S. 147-69.2(b)(8) and any other pension plans, the adequacy of funding for the Retirement Systems based on reasonable actuarial factors.
g. The purpose of the fund, if established.
(2) Shall diversify the investments of the fund unless the State Treasurer reasonably determines that, because of special circumstances, including applicable investment restrictions, it is clearly prudent not to do so.
(3) Shall make a reasonable effort to verify facts relevant to the investment and management of assets of the funds.
(4) Shall invest only in those investments authorized by law consistent with the provisions of Article 6 of Chapter 146 of the General Statutes.
(5) May consider benefits created by an investment in addition to investment return only if the State Treasurer determines that the investment providing these collateral benefits would be prudent even without collateral benefits.
Shall, in the evaluation of an investment, or evaluation or exercise of any right appurtenant to an investment, consider only pecuniary factors:
a. For the purposes of this section, a pecuniary factor is a factor that has a material effect on the financial risk or financial return of an
investment based on appropriate investment horizons consistent with
the purpose of the fund, if established.

b. Environmental or social considerations are pecuniary factors only if
they present economic risks or opportunities that qualified investment
professionals would treat as material economic considerations under
generally accepted investment theories. The weight given to those
factors shall solely reflect a prudent assessment of their impact on risk
and return.

(6) May, in the evaluation or exercise of any right appurtenant to an investment,
reasonably conclude that not exercising such a right is in the best interest of
the fund's beneficiaries.

..."

and on page 4, lines 5 to 6, by rewriting the lines to read:
"SECTION 4. This act is effective when it becomes law.".

SIGNED
Amendment Sponsor

SIGNED
Committee Chair if Senate Committee Amendment

ADOPTED _________ FAILED ____________ TABLED _________

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and vote information, is available in the
House Principal Clerk's Office.