

# HOUSE BILL REPORT

## SB 6663

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**As Reported By House Committee On:**  
Financial Institutions & Insurance

**Title:** An act relating to investments of surplus funds by community and technical college districts and the state board for community and technical colleges.

**Brief Description:** Authorizing community and technical college districts and the state board for community and technical colleges to participate with the state in investing surplus funds.

**Sponsors:** Senators Sheldon, Winsley and Drew; by request of State Board for Community and Technical Colleges.

**Brief History:**

**Committee Activity:**

Financial Institutions & Insurance: 2/19/96 [DP].

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### HOUSE COMMITTEE ON FINANCIAL INSTITUTIONS & INSURANCE

**Majority Report:** Do pass. Signed by 14 members: Representatives L. Thomas, Chairman; Beekma, Vice Chairman; Smith, Vice Chairman; Wolfe, Ranking Minority Member; Scheuerman, Assistant Ranking Minority Member; Campbell; Dellwo; Dyer; Grant; Huff; Keiser; Kessler; Pelesky and D. Sommers.

**Staff:** Charlie Gavigan (786-7340).

**Background:** Local governments can have the State Treasurer invest their surplus funds, pooling them to maximize return. The State Treasurer must keep a separate account for each participant in the investment pool.

**Summary of Bill:** Community and technical college districts and the State Board for Community and Technical Colleges are authorized to participate in the investment pool managed by the State Treasurer for local governments.

**Appropriation:** None.

**Fiscal Note:** Not requested.

**Effective Date:** Ninety days after adjournment of session in which bill is passed.

**Testimony For:** This bill will allow districts to pool their funds in a larger pool, rather than investing individually. A larger pool through the Office of the State Treasurer will utilize that office's expertise, and should result in lower expenses and a better yield.

**Testimony Against:** None.

**Testified:** Senator Betti L. Sheldon, prime sponsor (supports); and Vallie Jo Fry, State Board for Community and Technical Colleges (supports).