

Memorandum 89-104

Subject: Study L-3012 - Uniform Management of Institutional Funds Act
(Deferral of Recommendation)

In July, the Commission approved a recommendation to revise the California Uniform Management of Institutional Funds Act (UMIFA) for introduction in the 1990 legislative session. In September, we received letters raising serious questions about two important parts of the recommendation. (Memorandum 89-90 and the First Supplement thereto presented these issues for consideration at the October meeting, which was cancelled.) There is not sufficient time available at the November-December meeting to fully consider these issues, so the staff seeks Commission approval not to include the UMIFA recommendation in the 1990 legislative program. The staff will prepare a memorandum analyzing the issues for consideration at a future meeting when the Commission is not faced with other matters having priority.

As a consequence, it may not be possible to introduce a bill on UMIFA at the 1990 legislative session. However, if time is available at the January 1990 meeting, we could revise the recommendation and obtain introduction of a bill in 1990.

Respectfully submitted,

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