

MEMO# 8319

October 11, 1996

PRESIDENT CLINTON SIGNS NATIONAL SECURITIES MARKETS IMPROVEMENT ACT INTO LAW

1 Memorandum to Board of Governors No. 55-96, Members-One Per Complex No. 69-96, Federal Legislation Members No. 16-96, SEC Rules Members No. 56-96, State Securities Members NO. 35-96, Unit Investment Trust Members No. 43-96, Closed-End Members-One Per Complex No. 1-96, Public Information Committee No. 39-96, Investment Adviser Associate Members No. 35-96, and Investment Adviser Members No. 38-96, dated October 1, 1996. October 11, 1996 TO: BOARD OF GOVERNORS No. 57-96 MEMBERS - ONE PER COMPLEX No. 74-96 FEDERAL LEGISLATION MEMBERS No. 17-96 SEC RULES MEMBERS No. 61-96 STATE SECURITIES MEMBERS No. 37-96 UNIT INVESTMENT TRUST MEMBERS No. 48-96 CLOSED-END MEMBERS - ONE PER COMPLEX No. 2-96 PUBLIC INFORMATION COMMITTEE No. 40-96 INVESTMENT ADVISER ASSOCIATE MEMBERS No. 40-96 INVESTMENT ADVISER MEMBERS No. 42-96 RE: PRESIDENT CLINTON SIGNS NATIONAL SECURITIES MARKETS IMPROVEMENT ACT INTO LAW

VIA
FACSIMILE AND U.S. MAIL I am pleased to report that on October 11, President Clinton signed into law the "National Securities Markets Improvement Act of 1996." This historic new law rationalizes federal-state regulation of mutual funds, modernizes the Investment Company Act of 1940, realigns federal-state oversight of investment advisers, and reduces SEC fees by \$850 million over the next ten years. A copy of the bill and accompanying report were sent to you on October 1 under separate cover.¹ Attached is a copy of President Clintons statement on signing the bill. Once again, I would like to thank the many Institute members who have participated in this successful effort over the past two years.
Matthew P. Fink President Attachment