2021 Regular Session

**ACT No. 170** 

HOUSE BILL NO. 142

1

## BY REPRESENTATIVE THOMPSON

2	To amend and reenact R.S. 17:3803(B)(1)(d) and R.S. 56:639.8(C) and 650(C)(1), relative
3	to the maximum amount of monies in certain state funds that may be invested in
4	equities; to increase such investment caps; to provide for effectiveness; and to
5	provide for related matters.
6	Be it enacted by the Legislature of Louisiana:
7	Section 1. R.S. 17:3803(B)(1)(d) is hereby amended and reenacted to read as
8	follows:
9	§3803. Investment authority; treasurer
10	* * *
11	B. Grant of authority. (1) The state treasurer is hereby authorized and
12	directed to invest offshore revenues which are deposited into any fund created
13	pursuant to the constitution or statutes of the state which are determined by the state
14	treasurer to be available for investment in the following permitted investments:
15	* * *
16	(d) Stocks of any corporation listed on the New York Stock Exchange, the
17	American Stock Exchange, the National Association of Securities Dealers
18	Automated Quotations System, or other such stock exchange domiciled in the United
19	States and registered with the United States Securities and Exchange Commission,
20	provided that the total investment in such stocks at any one time shall not exceed

AN ACT

HB NO. 142 ENROLLED

thirty-five sixty-five percent of the market value of all funds held by the treasurer in the Kevin P. Reilly, Sr. Louisiana Education Quality Trust Fund.

3 \* \* \*

1

2

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

Section 2. R.S. 56:639.8(C) and 650(C)(1) are hereby amended and reenacted to read as follows:

§639.8. Department of Wildlife and Fisheries; Artificial Reef Development Fund

C. There is hereby established a fund in the state treasury to be known as the Artificial Reef Development Fund, hereinafter referred to as the "Reef Fund" or "Fund", into which the state treasurer shall each fiscal year, and beginning with the 1986-87 Fiscal Year, deposit the funds received as provided in R.S. 56:639.8(A) and (B), after those revenues have been deposited in the Bond Security and Redemption Fund. Out of the funds remaining in the Bond Security and Redemption Fund after a sufficient amount is allocated from that fund to pay all obligations secured by the full faith and credit of the state that become due and payable within each fiscal year, the treasurer, prior to placing such funds in the state general fund, shall pay into the Reef Fund an amount equal to the funds deposited by the department into the treasury as provided in Subsection B of this Section. The monies in the Reef Fund shall be used solely as provided by Subsection E herein of this Section and only in the amounts appropriated by the legislature. All unexpended and unencumbered monies in the Reef Fund at the end of the fiscal year shall remain in the fund. The monies in the fund shall be invested by the state treasurer in the same manner as monies in the state general fund, and interest earned on the investment of these monies shall be credited to the fund, again, following compliance with the requirement of Article VII, Section 9(B) of the Louisiana Constitution, relative to the Bond Security and Redemption Fund. Notwithstanding any provision of law to the contrary, a portion of the monies in the Reef Fund, not to exceed sixty-five percent,

29 \* \* \*

may be invested in stock.

HB NO. 142 **ENROLLED** 1 §650. Lifetime License Endowment Trust Fund 2 3 C. The state treasurer shall invest the principal and the undistributed return 4 on the principal deposited in the Lifetime License Endowment Trust Fund for the 5 purpose of achieving perpetual financing of said fund. Such investments may 6 include, among others authorized by law the following: 7 (1) Equity investments in stocks, common and preferred, or corporations 8 listed on the New York Stock Exchange, the American Stock Exchange, or quoted 9 on the National Association of Securities Dealers Automated Quotations System, 10 provided that the total investment in such securities at any one time shall not exceed 11 thirty-five sixty-five percent of the market value of all funds held by the fund. The 12 treasurer may hire, on a contract basis, investment managers or consultants as 13 deemed appropriate to provide for the equity investments of the fund. Such contracts 14 shall be on a fee, together with minimum exchange fee, basis or on a commission 15 basis only, with payment for such fees being appropriated from the fund. 16 17 Section 3. This Act shall take effect and become operative if and when the proposed 18 amendment of Article VII of the Constitution of Louisiana contained in the Act which 19 originated as House Bill No. 154 of this 2021 Regular Session of the Legislature is adopted 20 at a statewide election and becomes effective. SPEAKER OF THE HOUSE OF REPRESENTATIVES PRESIDENT OF THE SENATE

APPROVED: \_\_\_\_

GOVERNOR OF THE STATE OF LOUISIANA