

ACT No. 170

2021 Regular Session

HOUSE BILL NO. 142

BY REPRESENTATIVE THOMPSON

1 AN ACT

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

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

GOVERNOR OF THE STATE OF LOUISIANA

APPROVED: _____