

1 investment in the following permitted investments:

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3 ~~(e)(i) Investment grade commercial paper and investment grade corporate~~
4 ~~notes and bonds traded in United States markets, denominated in United States~~
5 ~~dollars, issued in the United States by a corporation whose common stock is listed~~
6 ~~on the New York Stock Exchange, the American Stock Exchange, the National~~
7 ~~Association of Securities Dealers Automated Quotations System, or other such stock~~
8 ~~exchange domiciled in the United States and registered with the United States~~
9 ~~Securities and Exchange Commission~~ **Investment grade commercial paper issued**
10 **in the United States, traded in the United States markets, denominated in**
11 **United States dollars, with a short-term rating of at least A-1 by Standard and**
12 **Poor's or P-1 by Moody's or the equivalent rating by a Nationally Recognized**
13 **Statistical Rating Organization (NRSRO).**

14 **(ii) Investment grade corporate notes and bonds issued in the United**
15 **States, traded in United States markets, denominated in United States dollars,**
16 **rated Baa or better by Moody's or BBB or better by Standard and Poor's, and**
17 **the trades of which are settled through The Depository Trust & Clearing**
18 **Corporation (DTCC), a national clearinghouse in the United States for the**
19 **settlement of securities trades.**

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21 Section 2. R.S. 33:2955(A)(1)(h) is hereby amended and reenacted to read as
22 follows:

23 §2955. Investments by political subdivisions

24 A.(1) All municipalities, parishes, school boards, and any other political
25 subdivisions of the state are hereby authorized and directed to invest such monies in
26 any general fund or special fund of the political subdivision, and any other funds
27 under the control of the political subdivision which they, in their discretion, may
28 determine to be available for investment in any of the following obligations:

29 * * *

1 (h) ~~Investment grade (A-1/P-1) commercial paper of domestic United States~~
 2 ~~corporations~~ **Investment grade commercial paper issued in the United States,**
 3 **traded in the United States markets, denominated in United States dollars, with**
 4 **a short-term rating of at least A-1 by Standard and Poor's or P-1 by Moody's**
 5 **or the equivalent rating by a Nationally Recognized Statistical Rating**
 6 **Organization (NRSRO).**

7 * * *

8 Section 3. R.S. 39:98.2(A)(5) is hereby amended and reenacted to read as follows:

9 §98.2. Investment of Millennium Trust

10 A. The treasurer is authorized and directed to invest monies in the
 11 Millennium Trust which are available for investment in the following investments:

12 * * *

13 ~~(5)(a) Investment grade commercial paper and investment grade corporate~~
 14 ~~notes and bonds traded in United States markets, denominated in United States~~
 15 ~~dollars, and issued in the United States by a corporation whose common stock is~~
 16 ~~listed on the New York Stock Exchange, the American Stock Exchange, the National~~
 17 ~~Association of Securities Dealers Automated Quotations System, or other such stock~~
 18 ~~exchange domiciled in the United States and registered with the United States~~
 19 ~~Securities and Exchange Commission~~ **Investment grade commercial paper issued**
 20 **in the United States, traded in the United States markets, denominated in**
 21 **United States dollars, with a short-term rating of at least A-1 by Standard and**
 22 **Poor's or P-1 by Moody's or the equivalent rating by a Nationally Recognized**
 23 **Statistical Rating Organization (NRSRO).**

24 **(b) Investment grade corporate notes and bonds issued in the United**
 25 **States, traded in United States markets, denominated in United States dollars,**
 26 **rated Baa or better by Moody's or BBB or better by Standard and Poor's, and**
 27 **the trades of which are settled through The Depository Trust & Clearing**
 28 **Corporation (DTCC), a national clearinghouse in the United States for the**
 29 **settlement of securities trades.**

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Section 4. R.S. 49:327(B)(1)(e) is hereby amended and reenacted to read as follows:

§327. Authorized investments; maturity; interest rates

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B. Funds on deposit in state treasury.

(1) The state treasurer is hereby authorized and directed to invest monies on deposit in the state treasury belonging to the general fund of the state, funds in the state treasury to the credit of state agencies, departments, boards, and commissions, and any other funds under the control of the state treasurer which he, in his discretion, may determine to be available for investment in the following:

* * *

~~(e)(i) Investment grade commercial paper and investment grade corporate notes and bonds traded in United States markets, denominated in United States dollars, and issued in the United States by a corporation whose common stock is listed on the New York Stock Exchange, the American Stock Exchange, the National Association of Securities Dealers Automated Quotations Systems, or other such stock exchange domiciled in the United States and registered with the United States Securities and Exchange Commission. However, at no time shall the funds invested in paper, notes, and bonds enumerated in this Subparagraph exceed twenty percent of all monies invested as of that date~~ **Investment grade commercial paper issued in the United States, traded in the United States markets, denominated in United States dollars, with a short-term rating of at least A-1 by Standard and Poor's or P-1 by Moody's or the equivalent rating by a Nationally Recognized Statistical Rating Organization (NRSRO).**

(ii) Investment grade corporate notes and bonds issued in the United States, traded in United States markets, denominated in United States dollars, rated Baa or better by Moody's or BBB or better by Standard and Poor's, and the trades of which are settled through The Depository Trust & Clearing Corporation (DTCC), a national clearinghouse in the United States for the

bonds traded in U.S. markets, denominated in U.S. dollars, and issued in the U.S. by a corporation whose common stock is listed on the New York Stock Exchange, the American Stock Exchange, the National Association of Securities Dealers Automated Quotations System, or other such stock exchange domiciled in the U.S. and registered with the U.S. Securities and Exchange Commission.

Proposed law deletes present law and permits investment in investment grade commercial paper issued in the U.S., traded in the United States markets, denominated in United States dollars, with a short-term rating of at least A-1 by Standard and Poor's or P-1 by Moody's or the equivalent rating by a Nationally Recognized Statistical Rating Organization (NRSRO).

Proposed law further permits investment in investment grade corporate notes and bonds issued in the U.S., traded in U.S. markets, denominated in U.S. dollars, rated Baa or better by Moody's or BBB or better by Standard and Poor's, and the trades of which are settled through The Depository Trust & Clearing Corporation (DTCC), a national clearinghouse in the U.S. for the settlement of securities trades.

Present law (49:327(B)(1)(e)) provides that the state treasurer is authorized and directed to invest monies on deposit in the state treasury belonging to the general fund of the state, funds in the state treasury to the credit of state agencies, departments, boards, and commissions, and any other funds under the control of the state treasurer which he, in his discretion, may determine to be available for investment in certain investments.

Present law provides that the state treasurer is authorized to invest in investment grade commercial paper and investment grade corporate notes and bonds traded in U.S. markets, denominated in U.S. dollars, and issued in the U.S. by a corporation whose common stock is listed on the New York Stock Exchange, the American Stock Exchange, the National Association of Securities Dealers Automated Quotations Systems, or other such stock exchange domiciled in the U.S. and registered with the U.S. Securities and Exchange Commission.

Present law provides that at no time shall the funds invested in paper, notes, and bonds enumerated in present law exceed 20% of all monies invested as of that date.

Proposed law provides that the state treasurer is authorized to invest in investment grade commercial paper issued in the U.S., traded in the U.S. markets, denominated in U.S. dollars, with a short-term rating of at least A-1 by Standard and Poor's or P-1 by Moody's or the equivalent rating by a Nationally Recognized Statistical Rating Organization (NRSRO).

Proposed law further provides that the state treasurer may invest in investment grade corporate notes and bonds issued in the United States, traded in United States markets, denominated in United States dollars, rated Baa or better by Moody's or BBB or better by Standard and Poor's, and the trades of which are settled through The Depository Trust & Clearing Corporation (DTCC), a national clearinghouse in the United States for the settlement of securities trades.

Proposed law retains present law that at no time shall the funds invested in paper, notes, and bonds enumerated in present law exceed 20% of all monies invested as of that date.

Effective August 1, 2015.

(Amends R.S. 17:3803(B)(1)(e), R.S. 33:2955(A)(1)(h), R.S. 39:98.2(A)(5) and R.S. 49:327(B)(1)(e))