The original instrument and the following digest, which constitutes no part of the legislative instrument, were prepared by Cheryl Serrett.

## DIGEST 2021 Regular Session

Milligan

<u>Present law</u> establishes the Caddo Educational Excellence Fund and provides for the investment and withdrawals from the fund.

<u>Proposed law retains present law</u> and further limits the withdrawal of the earnings income as follows:

- (1) In the fiscal year following a year that the earnings of the fund were greater than five percent, withdrawals from the fund shall not exceed five percent of the fund.
- (2) In the fiscal year following a year that the earnings of the fund were between three and five percent, withdrawals from the fund shall not exceed the rate of earnings from the previous year.
- (3) In the fiscal year following a year that the earnings of the fund were less than three percent, withdrawals from the fund shall not exceed three percent of the fund.

<u>Present law</u> provides that the funds shall be invested in the same manner as monies in the state general fund.

<u>Proposed law</u> provides instead that monies shall be invested in the same manner as post-employment benefits trusts are permitted to be invested in law.

Effective upon signature of the governor or lapse of time for gubernatorial action.

(Amends R.S. 17:408.1(A) and (B))

SB 238 Engrossed