
HOUSE COMMITTEE AMENDMENTS

2022 Regular Session

Substitute for Original House Bill No. 25 by Representative McCormick as proposed by the House Committee on Retirement

This document reflects the content of a substitute bill but is not in a bill form; page numbers in this document DO NOT correspond to page numbers in the substitute bill itself.

To enact Subpart P of Part II of Chapter 4 of Title 11 of the Louisiana Revised Statutes of 1950, to be comprised of R.S. 11:331 and to repeal Subpart P of Part II of Chapter 4 of Title 11 of the Louisiana Revised Statutes of 1950, to be comprised of R.S. 11:331, relative to investments made by state and statewide retirement systems; to provide for reporting; to provide relative to duties of the Cash Management Review Board; and to provide for related matters.

Be it enacted by the Legislature of Louisiana:

Section 1. Subpart P of Part II of Chapter 4 of Title 11 of the Louisiana Revised Statutes of 1950, comprised of R.S. 11:331, is hereby enacted to read as follows:

SUBPART P. INVESTMENTS IN FOSSIL FUEL COMPANIES

§331. Reports of investing in fossil fuel companies

A.(1) Each state and statewide system shall submit a report, as specified in Paragraph (2) of this Subsection to the House Committee on Retirement, the Senate Committee on Retirement, the Cash Management Review Board, and to each other. Each report shall be electronically transmitted annually, beginning with the fiscal year ending June 30, 2022, and shall be submitted no later than thirty calendar days after the end of the year.

(2) Each report submitted pursuant to this Subsection shall contain a breakdown of the system's investments by:

(a) Investments inside the borders of the State of Louisiana.

(b) Investments inside the United States.

(c) Investments outside the United States.

(3) Each investment security shall be identified by the asset management firm managing the investment, the investment security's description, Committee on

Uniform Securities Identification Procedures number, ticker symbol, par value of shares, cost value, and market value.

B.(1) The Cash Management Review Board shall prepare, develop, and provide to the House Committee on Retirement, Senate Committee on Retirement, and to each state and statewide retirement system a list of all companies that are identified on a report submitted pursuant to Subsection A of this Section and that have a policy that prohibits investing in, doing business with, or entering into contracts with fossil fuel companies.

(2) For the purpose of this Subsection, the term "policy" means any written and publically available statement that expresses the company's desires or intentions regarding investments or business decisions.

Section 2. Subpart P of Part II of Chapter 4 of Title 11 of the Louisiana Revised Statutes of 1950, to be comprised of R.S. 11:331 is hereby repealed in its entirety.

Section 3. (A) This Section and Section 1 of this Act shall become effective on July 1, 2022.

(B) Section 2 of this Act shall become effective on December 31, 2024.

DIGEST

The digest printed below was prepared by House Legislative Services. It constitutes no part of the legislative instrument. The keyword, one-liner, abstract, and digest do not constitute part of the law or proof or indicia of legislative intent. [R.S. 1:13(B) and 24:177(E)]

HB Draft

2022 Regular Session

Abstract: Provides relative to the reporting of investments in fossil fuel companies by state and statewide retirement systems.

Proposed law provides each of the state and statewide retirement systems submit a list of the companies they invest in to each other, the Cash Management Review Board, and the House and Senate committees on retirement.

Proposed law provides that the submitted reports must contain the following:

- (1) Investments inside the borders of the State of La.
- (2) Investments inside the U.S.
- (3) Investments outside the U.S.

Proposed law provides for how investment securities are to be identified.

Proposed law provides the Cash Management Review Board will prepare, develop, and provide a list of the companies with policies that prohibit investing in, doing business with, or entering into contracts with fossil fuel companies.

Proposed law defines policy as a written statement that expresses the company's desires or intentions regarding investments or business decisions.

Proposed law becomes effective on July 1, 2022, and is repealed effective December 31, 2024.

(Adds R.S. 11:331)