

Existing law authorizes and provides for the types of investment vehicles in which monies in the La. Education Quality Trust Fund (LEQTF) which are eligible for investment may be invested.

New law adds authority for the investment of eligible LEQTF monies in the following types of index funds and trusts: open-end and closed-end mutual funds, exchange traded funds, and certain unit investment trusts consisting solely of international securities constructed to match or track the components of a market index provided by globally recognized index providers such as MSCI, FTSE, Dow Jones, Standard & Poor's, Barclays, or Citigroup.

New law limits the total investment at any one time in such index funds and trusts to no more than 10% of the market value of all monies in the LEQTF.

Effective Aug. 1, 2014.

(Adds R.S. 17:3803(B)(1)(k))