

Stricken language would be deleted from present law. Underlined language would be added to present law.

1 State of Arkansas
2 81st General Assembly
3 Regular Session, 1997

A Bill

HOUSE BILL 1587

4
5 By: Representative Faris

For An Act To Be Entitled

9 "AN ACT TO AMEND ARKANSAS CODE 24-3-414 PERTAINING TO
10 INVESTMENTS OF FUNDS OF THE ARKANSAS PUBLIC EMPLOYEE
11 RETIREMENT SYSTEMS; AND FOR OTHER PURPOSES."

Subtitle

15 "AN ACT TO AMEND ARKANSAS CODE 24-3-414
16 PERTAINING TO INVESTMENTS OF FUNDS OF
17 THE ARKANSAS PUBLIC EMPLOYEE RETIREMENT
18 SYSTEMS; AND FOR OTHER PURPOSES."

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20 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:

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22 SECTION 1. Arkansas Code 24-3-414 is amended to read as follows:

23 "§24-3-414. Investment authority and limitations - Arkansas-related
24 investments.

25 (a) In acquiring, investing, reinvesting, exchanging, retaining,
26 selling, and managing funds held by each of the Arkansas public employee
27 retirement systems, fiduciaries administering the systems shall manage the
28 funds so as to favorably impact the economic condition of and maximize capital
29 investment in the State of Arkansas when appropriate investment alternatives
30 are available.

31 (b) It is the intention of the General Assembly that, as assets become
32 available for investment, the systems shall ~~seek to~~ invest not less than five
33 percent (5%) ~~nor more than ten percent (10%)~~ of their portfolio in Arkansas-
34 related investments.

35 (c) In calculating the percentage of Arkansas-related investments, the
36 systems shall not include Federal National Mortgage Association investments

1 nor Government National Mortgage Association investments.

2 (d) Nothing in this section shall in any way limit or impair the
3 responsibility of a fiduciary to invest in accordance with the prudent
4 investor rule set forth in § 24-3-411."

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6 SECTION 2. All provisions of this act of a general and permanent nature
7 are amendatory to the Arkansas Code of 1987 Annotated and the Arkansas Code
8 Revision Commission shall incorporate the same in the Code.

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10 SECTION 3. If any provision of this act or the application thereof to
11 any person or circumstance is held invalid, such invalidity shall not affect
12 other provisions or applications of the act which can be given effect without
13 the invalid provision or application, and to this end the provisions of this
14 act are declared to be severable.

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16 SECTION 4. All laws and parts of laws in conflict with this act are
17 hereby repealed.

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