



General Assembly

February Session, 2010

Raised Bill No. 5517

LCO No. 2255

02255_____GAE

Referred to Committee on Government Administration and Elections

Introduced by:
(GAE)

AN ACT CONCERNING ETHICS AND THE OFFICE OF THE STATE TREASURER.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

1 Section 1. Subsection (n) of section 1-84 of the 2010 supplement to
2 the general statutes is repealed and the following is substituted in lieu
3 thereof (*Effective from passage*):

4 (n) (1) As used in this subsection, (A) "investment services" means
5 investment legal services, investment banking services, investment
6 advisory services, underwriting services, financial advisory services or
7 brokerage firm services, and (B) "principal of an investment services
8 firm" means (i) an individual who is a director of or has an ownership
9 interest in an investment services firm, except for an individual who
10 owns less than five per cent of the shares of an investment services
11 firm which is a publicly traded corporation, (ii) an individual who is
12 employed by an investment services firm as president, treasurer, or
13 executive or senior vice president, (iii) an employee of such an
14 investment services firm who has managerial or discretionary
15 responsibilities with respect to any investment services, (iv) the spouse

16 or dependent child of an individual described in this subparagraph, or
17 (v) a political committee established by or on behalf of an individual
18 described in this subparagraph.

19 (2) The State Treasurer shall not pay any compensation, expenses or
20 fees or issue any contract to any firm which provides investment
21 services when (A) a political committee, as defined in section 9-601,
22 established by such firm, or (B) an individual who, while a principal of
23 the investment services firm, has made a contribution, as defined in
24 section 9-601a, to, or solicited contributions on behalf of, any
25 exploratory committee or candidate committee, as defined in section 9-
26 601, established by the State Treasurer as a candidate for nomination
27 or election to the office of State Treasurer. The State Treasurer shall not
28 pay any compensation, expenses or fees or issue any contract to such
29 [firms or principals] firm or individual during the term of office as
30 State Treasurer, including, for an incumbent State Treasurer seeking
31 reelection, any remainder of the current term of office. The State
32 Treasurer shall not issue any contract to any firm which provides
33 investment services unless (i) the State Treasurer has received from
34 such firm a written disclosure, signed under penalty of false statement,
35 of any such contributions made or solicited by any principal of such
36 firm or by a political committee established by such firm at any time
37 during the current or preceding election cycle, and (ii) the State
38 Treasurer determines that such issuance would not violate this
39 subdivision.

40 (3) Any person who makes or solicits contributions as described in
41 subdivision (2) of this subsection and subsequently becomes a
42 principal of an investment services firm that has been awarded a
43 contract by the State Treasurer shall, on a form prescribed by the
44 Citizen's Ethics Advisory Board and signed under penalty of false
45 statement, disclose such contributions or solicitations not later than
46 thirty days after such investment services firm receives such contract,
47 or, in the case of an existing contract, not later than ninety days after
48 such person becomes a principal.

This act shall take effect as follows and shall amend the following sections:		
Section 1	<i>from passage</i>	1-84(n)

Statement of Purpose:

To require investment services firms to provide the State Treasurer a written disclosure of contributions made or solicited by its principals or its political committee prior to contracting with the State Treasurer.

[Proposed deletions are enclosed in brackets. Proposed additions are indicated by underline, except that when the entire text of a bill or resolution or a section of a bill or resolution is new, it is not underlined.]