



General Assembly

Amendment

February Session, 2010

LCO No. 3880

SB0043103880SR0

Offered by:

SEN. MCKINNEY, 28th Dist.

SEN. FASANO, 34th Dist.

To: Senate Bill No. 431

File No. 530

Cal. No. 344

"AN ACT CONCERNING COLLATERAL FOR SECURITIES LENDING BY THE STATE TREASURER."

1 After the last section, add the following and renumber sections and
2 internal references accordingly:

3 "Sec. 501. Section 3-13a of 2010 supplement to the general statutes is
4 repealed and the following is substituted in lieu thereof (*Effective July*
5 *1, 2010*):

6 (a) The Treasurer shall, with the advice and consent of the
7 Investment Advisory Council, appoint a chief investment officer for
8 the Connecticut retirement pension and trust funds, who shall serve at
9 the pleasure of the Treasurer and whose compensation shall be
10 determined by the Treasurer within a salary range established by the
11 Treasurer in consultation with the Investment Advisory Council. The
12 provisions of section 4-40 shall not apply to the compensation of said
13 officer. Said officer shall be sworn to the faithful discharge of duties
14 under law. Said officer shall, under the direction of the Treasurer and

15 subject to the provisions of sections 3-13 to 3-13d, inclusive, and 3-31b,
16 advise the Treasurer on investing the trust funds of the state. Said
17 officer shall also perform such other duties as the Treasurer may direct.
18 In addition to said officer, the Treasurer may, with the advice and
19 consent of the Investment Advisory Council, appoint a deputy chief
20 investment officer, whose compensation shall be determined by the
21 Treasurer within salary ranges established by the Treasurer in
22 consultation with the Investment Advisory Council and that shall not
23 be subject to the provisions of section 4-40, principal investment
24 officers, investment officers and other personnel to assist said chief
25 investment officer, which officers and other personnel shall serve at
26 the pleasure of the Treasurer.

27 (b) The Treasurer may retain professional investment counsel to
28 evaluate and recommend to the Treasurer changes in the portfolio of
29 the state's trust and other funds. Said counsel shall inform the
30 Treasurer of suitable investment opportunities and shall investigate
31 the investment merit of any security or group of securities.

32 (c) Prior to making any changes in the portfolio of the state's trust
33 and other funds, the Treasurer shall inform the Investment Advisory
34 Council of such changes. No such changes may be made without the
35 approval of the Investment Advisory Council.

36 [(c)] (d) The cost of operating the investment department including
37 the cost of personnel and professional investment counsel retained
38 under sections 3-13 to 3-13d, inclusive, and 3-31b shall be paid by the
39 Treasurer charging the income derived from the trust funds."