



General Assembly

January Session, 2021

Raised Bill No. 971

LCO No. 4121



Referred to Committee on PLANNING AND DEVELOPMENT

Introduced by:
(PD)

AN ACT CONCERNING THE STATE TREASURER AND CLIMATE CHANGE AND COASTAL RESILIENCY RESERVE FUNDS.

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

1 Section 1. Subsection (c) of section 7-159d of the general statutes is
2 repealed and the following is substituted in lieu thereof (*Effective from*
3 *passage*):

4 (c) The budget-making authority of such municipality may, from
5 time to time, direct the treasurer to invest a portion of such Climate
6 Change and Coastal Resiliency Reserve Fund as in the opinion of such
7 authority is advisable, including in any trust fund administered, held or
8 invested by the treasurer pursuant to chapter 32 and for which the
9 treasurer may adopt regulations, in accordance with chapter 54, to allow
10 for the investment of moneys held in any such reserve fund, provided:
11 (1) Not more than forty per cent, or with respect to such a reserve fund
12 for which the budget-making authority has adopted an asset allocation
13 and investment policy, fifty per cent, of the total amount of such reserve
14 fund shall be invested in equity securities, and (2) any portion of such
15 reserve fund not invested pursuant to subdivision (1) of this subsection

16 may be invested in: (A) Bonds or obligations of, or guaranteed by, the
17 state or the United States, or agencies or instrumentalities of the United
18 States, (B) certificates of deposit, commercial paper, savings accounts
19 and bank acceptances, (C) the obligations of any state of the United
20 States or any political subdivision thereof or the obligations of any
21 instrumentality, authority or agency of any state or political subdivision
22 thereof, if, at the time of investment, such obligations are rated in the
23 top rating categories of any nationally recognized rating service or of
24 any rating service recognized by the Banking Commissioner, and
25 applicable to such obligations, (D) the obligations of any regional school
26 district in this state, of any municipality in this state or any metropolitan
27 district in this state, if, at the time of investment, such obligations of such
28 government entity are rated in one of the top two rating categories of
29 any nationally recognized rating service or of any rating service
30 recognized by the Banking Commissioner, and applicable to such
31 obligations, (E) in any fund in which a trustee may invest pursuant to
32 section 36a-353, (F) investment agreements with financial institutions
33 whose long-term obligations are rated in the top two rating categories
34 of any nationally recognized rating service or of any rating service
35 recognized by the Banking Commissioner or whose short-term
36 obligations are rated in the top rating category of any nationally
37 recognized rating service or of any rating service recognized by the
38 Banking Commissioner, or (G) investment agreements fully secured by
39 obligations of, or guaranteed by, the United States or agencies or
40 instrumentalities of the United States.

41 Sec. 2. Section 3-13c of the general statutes is repealed and the
42 following is substituted in lieu thereof (*Effective from passage*):

43 Trust funds as used in sections 3-13 to 3-13e, inclusive, and 3-31b shall
44 be construed to include Connecticut Municipal Employees' Retirement
45 Fund A, Connecticut Municipal Employees' Retirement Fund B,
46 Soldiers, Sailors and Marines Fund, Family and Medical Leave
47 Insurance Trust Fund, State's Attorneys' Retirement Fund, Teachers'
48 Annuity Fund, Teachers' Pension Fund, Teachers' Survivorship and
49 Dependency Fund, School Fund, State Employees Retirement Fund, the

50 Hospital Insurance Fund, Policemen and Firemen Survivor's Benefit
51 Fund, any Climate Change and Coastal Resiliency Reserve Fund created
52 pursuant to section 7-159d, as amended by this act, and all other trust
53 funds administered, held or invested by the State Treasurer.

This act shall take effect as follows and shall amend the following sections:		
Section 1	<i>from passage</i>	7-159d(c)
Sec. 2	<i>from passage</i>	3-13c

Statement of Purpose:

To allow for moneys held in Climate Change and Coastal Resiliency Reserve Funds created by municipalities to be invested in trust funds administered, held or invested by the 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.]