



458066

CHAMBER ACTION

<u>Senate</u>	.	<u>House</u>
Comm: FAV	.	
3/18/2008	.	
	.	
	.	

1 The Committee on Commerce (Ring) recommended the following
 2 **amendment:**

3
 4 **Senate Amendment (with title amendment)**

5 Delete line(s) 47-96

6 and insert:

7 State Board of Administration to the participants, members, or
 8 beneficiaries of the Florida Retirement System.

9 Section 2. Subsection (5) of section 215.44, Florida
 10 Statutes, is amended to read:

11 215.44 Board of Administration; powers and duties in
 12 relation to investment of trust funds.--

13 (5) On or before January 1 of each year, the board shall
 14 provide to the Legislature a report including the following items
 15 for each fund which, by law, has been entrusted to the board for
 16 investment:

Bill No. SB 2310



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17 (a) A schedule of the annual beginning and ending asset
18 values and changes and sources of changes in the asset value of:

19 1. Each fund managed by the board; and

20 2. Each asset class and portfolio within the Florida
21 Retirement System Trust Fund;

22 (b) A description of the investment policy for each fund,
23 and changes in investment policy for each fund since the previous
24 annual report;

25 (c) A description of compliance with investment strategy
26 for each fund;

27 (d) A description of the risks inherent in investing in
28 financial instruments of the major asset classes held in the
29 fund; ~~and~~

30 (e) A summary of the type and amount of economically
31 targeted investments held in the fund; and

32 (f) ~~(e)~~ Other information deemed of interest by the
33 executive director of the board.

34 Section 3. Present subsections (7) through (17) of section
35 215.47, Florida Statutes, are renumbered as subsections (8)
36 through (18), respectively, and a new subsection (7) is added to
37 that section to read:

38 215.47 Investments; authorized securities; loan of
39 securities.--Subject to the limitations and conditions of the
40 State Constitution or of the trust agreement relating to a trust
41 fund, moneys available for investments under ss. 215.44-215.53
42 may be invested as follows:

43 (7) The State Board of Administration, consistent with
44 sound investment policy, may invest no more than 1 percent of the
45 net assets of the system trust fund in economically targeted
46 investments. As used in this subsection, the term "economically



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47 targeted investments” means a type of investment in business
 48 sectors that include, but are not limited to, aerospace and
 49 aviation engineering, computer technology, renewable energy, and
 50 medical and life sciences, and that are likely to stimulate
 51 economic development of this state.

52 Section 4. Section 215.474, Florida Statutes, is created to
 53 read:

54 215.474 Analyses of Certain State Board of Administration
 55 Investments.-The Office of Program Policy Analyses and Government
 56 Accountability shall perform an annual review of economically
 57 targeted investments made by the State Board of Administration
 58 and submit its findings to the State Board of Administration, the
 59 President of the Senate, and the Speaker of the House of
 60 Representatives by January 15 of each year. The annual review
 61 shall include: the dollar amount of economically targeted
 62 investments made by the board in the previous year ending June 30
 63 and the category’s percentage share of the system trust fund’s
 64 net assets; a list of investments identified by the board as
 65 economically targeted investments within each asset class; and an
 66 analysis of the direct and indirect economic benefits to the
 67 state resulting from the economically targeted investments. The
 68 office may consult with the board, the Department of Revenue, the
 69 Office of Economic and Demographic Research, and other entities
 70 as necessary to obtain and evaluate the information requested.

71
 72 ===== T I T L E A M E N D M E N T =====

73 And the title is amended as follows:

74 Delete line(s) 4-14

75 and insert:



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76 F.S.; requiring that the State Board of Administration's
77 required report to the Legislature include a summary of
78 the type and amount of economically targeted investments
79 held in the State Retirement System Trust Fund; amending
80 s. 215.47, F.S.; specifying a maximum amount of available
81 funds that the board may invest in economically targeted
82 investments; defining the term economically targeted
83 investments"; creating s. 215.474; directing the Office of
84 Program Policy Analysis and Governmental Accountability to
85 analyze the state's investments in economically targeted
86 investments; requiring an annual report; creating the