

Introduced by Senator Figueroa

February 20, 2004

An act to add Section 12334 to the Government Code, relating to the Treasurer.

LEGISLATIVE COUNSEL'S DIGEST

SB 1632, as introduced, Figueroa. Treasurer: pension plan investments.

Existing law requires the Treasurer to receive and keep moneys belonging to the state and to provide specified periodic reports to the Governor and the public. The Treasurer is an ex officio member of the retirement boards of the Public Employees' Retirement System and the State Teachers' Retirement System.

This bill would authorize the Treasurer to obtain specified information from a corporation, if the stock of the corporation is held by a public pension system in the state, or from an external fund manager of a public pension system, as specified, and to biannually report its findings regarding that information to the public.

Vote: majority. Appropriation: no. Fiscal committee: yes. State-mandated local program: no.

The people of the State of California do enact as follows:

- 1 SECTION 1. Section 12334 is added to the Government
- 2 Code, to read:
- 3 12334. (a) The Treasurer may request the following
- 4 information from any corporation described in subdivision (b) not
- 5 more often than once every six months:

- 1 (1) Whether the corporation does business in nations that have
2 been identified by the United States Department of State as
3 supporting terrorism.
- 4 (2) Whether the corporation does business with organizations
5 that the United States Department of State has identified as
6 supporting terrorism.
- 7 (3) Whether the corporation directly or indirectly uses or
8 benefits from slave or child labor.
- 9 (4) Whether the corporation has been directly or indirectly
10 cited for public health or human rights violations abroad or
11 domestically.
- 12 (b) This section shall apply to any corporation if the capital
13 stock of the corporation is held in the investment portfolio of a
14 public pension system in this state.
- 15 (c) The Treasurer may also request the information described
16 in subdivision (a) regarding a corporation described in subdivision
17 (b) from any external fund manager that manages an investment
18 portfolio for a public retirement system.
- 19 (d) Every six months, there shall be placed on file for public
20 inspection during business hours at the office of the Treasurer, and
21 on the Treasurer’s Web site, a report by the Treasurer with respect
22 to the information, if any, gathered pursuant to this section during
23 the immediately preceding six months.

