



# SENATE BILL No. 1063

July 3, 1996, Introduced by Senator CARL and referred to the Committee on Appropriations.

A bill to amend Act No. 314 of the Public Acts of 1965, entitled as amended

"An act to authorize the investment of assets of public employee retirement systems or plans created and established by the state or any political subdivision; to provide for the payment of certain costs and investment expenses; to authorize investment in variable rate interest loans; to define and limit the investments which may be made by an investment fiduciary with the assets of a public employee retirement system; and to prescribe the powers and duties of investment fiduciaries and certain state departments and officers,"

as amended, being sections 38.1132 to 38.1140i of the Michigan Compiled Laws, by adding section 20j.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Section 1. Act No. 314 of the Public Acts of 1965, as  
2 amended, being sections 38.1132 to 38.1140i of the Michigan  
3 Compiled Laws, is amended by adding section 20j to read as  
4 follows:

1 SEC. 20J. (1) A SYSTEM SHALL PREPARE A REPORT AS PRESCRIBED  
2 IN THIS SECTION NOT LATER THAN THE EXPIRATION OF 30 DAYS  
3 FOLLOWING EACH FISCAL QUARTER. UPON THE REQUEST OF A MEMBER OR  
4 BENEFICIARY OF THE SYSTEM, THE SYSTEM SHALL DELIVER THE MOST  
5 RECENT QUARTERLY REPORT TO THE MEMBER OR BENEFICIARY.

6 (2) A REPORT PREPARED PURSUANT TO THIS SECTION SHALL CONTAIN  
7 AN ACCURATE STATEMENT SHOWING, FOR EACH FISCAL QUARTER, ALL OF  
8 THE FOLLOWING:

9 (A) FOR THE SYSTEM, THE COST AND FISCAL QUARTER END MARKET  
10 VALUE FOR EACH ITEM IN EACH OF THE FOLLOWING CATEGORIES OF PEN-  
11 SION INVESTMENTS IN THE SYSTEM'S INVESTMENT PORTFOLIO AT THE END  
12 OF THE FISCAL QUARTER:

13 (i) UNITED STATES GOVERNMENT OR AGENCY OBLIGATIONS, ITEMIZED  
14 BY TYPE OF SECURITY.

15 (ii) COMMERCIAL PAPER, ITEMIZED BY ISSUING BANK.

16 (iii) UNITED STATES GOVERNMENT OR AGENCY REPURCHASE AGREE-  
17 MENT, ITEMIZED BY INSTITUTION WITH TYPE OF SECURITY SPECIFIED.

18 (iv) UNITED STATES BANK BANKERS' ACCEPTANCES, ITEMIZED BY  
19 ISSUING BANK.

20 (v) MUTUAL FUNDS, ITEMIZED BY MUTUAL FUND NAME.

21 (vi) COMMON STOCK, ITEMIZED BY ISSUING CORPORATION.

22 (vii) CORPORATE BONDS, ITEMIZED BY ISSUING CORPORATION AND  
23 TYPE OF SECURITY.

24 (viii) REAL ESTATE, ITEMIZED BY SEPARATELY DESCRIBED  
25 HOLDING.

26 (ix) MORTGAGES, ITEMIZED BY MORTGAGOR.

1       (x) DERIVATIVE INSTRUMENTS OR PRODUCTS, ITEMIZED BY ISSUER  
2 AND TYPE.

3       (xi) OTHER INVESTMENTS NOT OTHERWISE REPORTED UNDER THIS  
4 SUBDIVISION, ITEMIZED BY TYPE OF INVESTMENT.

5       (B) THE TOTAL COST AND END OF FISCAL QUARTER MARKET VALUE  
6 FOR ALL CATEGORIES OF INVESTMENTS UNDER SUBDIVISION (A) IN THE  
7 SYSTEM'S INVESTMENT PORTFOLIO AT THE END OF THE FISCAL QUARTER.

8       (C) THE TOTAL COST AND END OF FISCAL QUARTER MARKET VALUE  
9 FOR ALL CATEGORIES OF INVESTMENTS UNDER SUBDIVISION (A) IN THE  
10 SYSTEM'S INVESTMENT PORTFOLIO AT THE END OF THE FISCAL QUARTER,  
11 CUMULATIVELY.