

# HOUSE BILL No. 5619

December 1, 2009, Introduced by Reps. Johnson, Jackson, Cushingberry, Durhal, Liss, Young and Nathan and referred to the Committee on Senior Health, Security, and Retirement.

A bill to amend 1965 PA 314, entitled "Public employee retirement system investment act," by amending section 19a (MCL 38.1139a), as added by 2008 PA 425, and by adding section 37a.

**THE PEOPLE OF THE STATE OF MICHIGAN ENACT:**

1       Sec. 19a. If the investment fiduciary is the state treasurer,  
2       investments in private equity shall not be more than 30% of the  
3       total assets. **FOR ALL OTHER INVESTMENT FIDUCIARIES UNDER THIS ACT,**  
4       **INVESTMENTS IN PRIVATE EQUITY SHALL NOT BE MORE THAN 25% OF THE**  
5       **TOTAL ASSETS.**

6       **SEC. 37A. (1) A FIDUCIARY SHALL INVEST AT LEAST 20% OF THE**  
7       **ASSETS OF A PENSION SYSTEM IN EQUITY SECURITIES ISSUED BY MINORITY-**  
8       **OWNED BUSINESSES.**

9       **(2) AS USED IN THIS SECTION:**

1 (A) "MINORITY-OWNED BUSINESS" MEANS A BUSINESS THAT IS AT  
2 LEAST 50% OWNED, CONTROLLED, AND MANAGED BY MINORITIES.

3 (B) "MINORITY" MEANS A PERSON WHO IS BLACK, FEMALE, HISPANIC,  
4 ESKIMO, ORIENTAL, OR AN AMERICAN INDIAN WHO IS NOT LESS THAN 1/4  
5 QUANTUM AMERICAN INDIAN BLOOD AS CERTIFIED BY THE PERSON'S TRIBAL  
6 ASSOCIATION AND VERIFIED BY THE INDIAN AFFAIRS COMMISSION.