



1995 ASSEMBLY BILL 976

February 29, 1996 - Introduced by Representatives KREUSER, BALDUS, OLSEN, NOTESTEIN, KRUG, PLOMBON, HUBER, PLACHE, SPRINGER and RILEY, cosponsored by Senators SCHULTZ, ANDREA, FITZGERALD, GROBSCHMIDT, DRZEWIECKI and GEORGE. Referred to Joint survey committee on Retirement Systems.

1 AN ACT *to amend* 25.17 (14m); and *to create* 25.17 (3) (b) 11. of the statutes;
2 **relating to:** investment in certificates of deposit by the investment board.

Analysis by the Legislative Reference Bureau

Under current law, the investment board operates a program for the purchase of certificates of deposit from solvent financial institutions in this state. Under current law, the certificate of deposit must be in an amount of at least \$100,000. This bill requires the investment board to purchase certificates of deposit issued by solvent financial institutions in this state. The money received from the purchase of the certificates of deposit shall be used by the financial institution for the purpose of making loans to a small business. The bill requires that the certificate of deposit must be in an amount of at least \$25,000. Finally, the investment board is required to accept applications from solvent financial institutions for the purchase of the certificates of deposit on a continual basis, to purchase the certificates of deposit on a continual basis and to actively market the program requiring the investment board to purchase the certificates of deposit.

For further information see the *state* fiscal estimate, which will be printed as an appendix to this bill.

The people of the state of Wisconsin, represented in senate and assembly, do enact as follows:

3 **SECTION 1.** 25.17 (3) (b) 11. of the statutes is created to read:
4 25.17 (3) (b) 11. Certificates of deposit of at least \$25,000 issued by solvent
5 financial institutions in this state. The money received from the purchase of the
6 certificates of deposit shall be used by the financial institution for the purpose of

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1 making loans to small businesses. The board shall accept applications for the
2 purchase of the certificates of deposit on a continual basis, shall purchase the
3 certificates of deposit on a continual basis and shall actively market the board's
4 program to purchase the certificates of deposit under this subdivision.

5 **SECTION 2.** 25.17 (14m) of the statutes is amended to read:

6 25.17 **(14m)** Include in its annual report prepared under s. 15.07 (6) a
7 discussion of the amounts and categories of investments made within the state,
8 including the amounts and categories of investments described, and progress in
9 meeting the objectives of the plan submitted, under sub. (70) and the amounts of
10 investments in certificates of deposit described under sub. (3) (b) 11. The board shall
11 submit the report to the governor and the chief clerk of each house of the legislature,
12 for distribution to the legislature under s. 13.172 (2).

13 (END)