L.D. 1934

Date: 3-13-08 (Filing No. S- 458)

LABOR

Reproduced and distributed under the direction of the Secretary of the Senate.

STATE OF MAINE

SENATE

123RD LEGISLATURE

SECOND REGULAR SESSION

COMMITTEE AMENDMENT "A" to S.P. 745, L.D. 1934, Bill, "An Act To Require the State To Divest Itself of Funds from Companies Doing Business with Iran"

Amend the bill in section 1 in §1957 in subsection 1 in the first line (page 1, line 4 in L.D.) by striking out the following: "Treasurer of State and the"

Amend the bill in section 1 in §1957 in subsection 1 in the 6th line (page 1, line 9 in L.D.) by striking out the following: "the Treasurer of State and"

Amend the bill in section 1 in §1957 in subsection 3 in the first line (page 1, line 17 in L.D.) by striking out the following: "Treasurer of State and the"

Amend the bill in section 1 in §1957 by inserting after subsection 3 the following:

'**4. Repeal.** This section is repealed July 1, 2012.'

SUMMARY

This amendment requires only the Board of Trustees of the Maine Public Employees Retirement System, not the Treasurer of State, to divest state pension and annuity funds from companies that do business with Iran. It also adds a sunset provision repealing the requirement July 1, 2012.

FISCAL NOTE REQUIRED
(See Attached)

Approved: 03/10/08 mac

123rd MAINE LEGISLATURE

LD 1934 **LR 2753(02)**

An Act To Require the State To Divest Itself of Funds from Companies Doing Business with Iran

Fiscal Note for Bill as Amended by Committee Amendment "A "
Committee: Labor
Fiscal Note Required: Yes

Fiscal Note

Undetermined future biennium cost increase - All Funds

Fiscal Detail and Notes

This legislation may increase costs to the State and other public employers who make contributions to the Maine Public Employees Retirement System (MainePERS) to fund the pension benefits of State employees, teachers, judges. legislators and municipal employees. Divestiture of MainePERS holdings from companies that do business with Iran may result in the future investment performance of the MainePERS Trust Funds being lower than the 7.75% projected investment return currently in place. A lower than anticipated return on investment will result in higher contributions from the State and other public employers. The actual impact of this measure on investment returns can not be determined at this time.