



1995 ASSEMBLY BILL 415

May 30, 1995 - Introduced by Representatives WIRCH, BOCK, BALDUS, BLACK, ROBSON, MEYER, SPRINGER, RYBA, WILDER and MORRIS-TATUM, cosponsored by Senators C. POTTER and CLAUSING. Referred to Committee on Financial Institutions.

1 **AN ACT to create** 25.17 (18) of the statutes; **relating to:** state investment board
2 reporting requirements.

Analysis by the Legislative Reference Bureau

This bill requires the state investment board to submit quarterly reports to the joint committee on finance and to the joint survey committee on retirement systems on its investment performance and on its transactions in derivatives. Under the bill, the term "derivative" is generally defined to mean any financial contract or other instrument that derives its value from the value or performance of any security, currency, exchange rate, interest rate, or any combination or index thereof. The definition of derivative excludes certain specified instruments including securities traded on regulated securities markets, forward contracts with a maturity date of less than 270 days, futures contracts traded on a regulated commodities exchange and deposits held by a financial institution.

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 (18) of the statutes is created to read:
4 25.17 (18) Within 30 days after the end of each calendar quarter, submit a
5 report to the joint committee on finance and to the joint survey committee on
6 retirement systems. The report shall contain all of the following:
7 (a) A report on the investment performance of funds managed by the board.

