


*State of Connecticut*  
**House of Representatives**

The seal of the State of Connecticut House of Representatives is centered between the words "State of Connecticut" and "House of Representatives". It features a shield with a ship (the USS Constitution) on the stocks, surrounded by a decorative border. Below the shield is a ribbon with the Latin motto "QUI TRANSTULIT SUSTINET".

House of Representatives, May 31, 1971. The Committee on Finance reported through Rep. Spain of the 166th District, Chairman of the Committee on the part of the House, that the bill ought to pass.

AN ACT CONCERNING HOLDING AND SALE OF BONDS OF THE STATE FOR THE PENSION FUND OF THE TEACHERS' RETIREMENT SYSTEM.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

1 Section 10-179 of the 1969 supplement to the  
2 general statutes is repealed and the following is  
3 substituted in lieu thereof: The treasurer of each  
4 town, city or school district in the state, the  
5 board of trustees of The University of  
6 Connecticut, the commission for higher education,  
7 the boards of trustees of the constituent units of  
8 the commission for higher education as provided in  
9 section 10-322, and the secretary of the state  
10 board of education shall transmit to the secretary  
11 of the retirement board not later than the last  
12 business day of each month the amount deducted  
13 from salaries as specified in the monthly order of  
14 the board of education, or the board of trustees  
15 or commission in accordance with the provisions of  
16 section 10-178. All such amounts due the  
17 retirement board shall be liable to interest at  
18 nine per cent per annum when payment of the same  
19 is delayed more than one calendar month after the  
20 time prescribed for payment thereof. The proceeds  
21 of such interest charge shall be deposited to the

22 interest earnings of the annuity fund. The  
23 secretary of the retirement board shall pay to the  
24 state treasurer all sums collected by him under  
25 the provisions of this section. All funds of the  
26 retirement system shall be in the custody of the  
27 state treasurer, and except for general obligation  
28 bonds issued in accordance with sections 3-17, 3-  
29 20, 3-27, 10-165, 10-180 and 10-180b and delivered  
30 to the pension fund provided for in subdivision  
31 (3) of section 10-165, he shall invest such funds  
32 as are not required for current disbursements in  
33 accordance with the statutes governing the  
34 investment of savings bank funds, or when deemed  
35 prudent, in accordance with the statutes governing  
36 the investment of trust funds. Upon authorization  
37 of general obligation bonds in accordance with  
38 sections 3-17, 3-20, 3-27, 10-165, 10-180 and 10-  
39 180b and this section, the state treasurer shall  
40 accept such general obligation bonds WHEN ISSUED  
41 and MAY hold them to maturity [when issued and  
42 delivered upon original issue at the issue price]  
43 OR HE MAY AT ANY TIME PRIOR TO MATURITY SELL SUCH  
44 BONDS OR A PORTION THEREOF, WHETHER IN THE  
45 ORIGINAL FORM, RATE OF INTEREST AND DENOMINATIONS  
46 ACCEPTED BY HIM OR IN SUCH OTHER FORM, RATE OF  
47 INTEREST AND DENOMINATIONS AS HE MAY APPROVE,  
48 PROVIDED THE NET PROCEEDS FROM SUCH SALE SHALL BE  
49 HELD AND INVESTED BY HIM FOR THE PURPOSE OF PAYING  
50 THE PENSIONS PROVIDED FOR IN THIS CHAPTER. Such  
51 obligations authorized, issued and delivered to  
52 the pension fund provided for in subdivision (3)  
53 of section 10-165 shall have maturities fixed with  
54 due regard for the needs of the fund and shall  
55 bear interest at a rate equal to the average rate  
56 of return on investments in the fund in  
57 subdivision (2) of said section for the two fiscal  
58 years preceding the date of issuance; except that,  
59 where such rate of return is not a multiple of  
60 one-eighth of one per centum, the rate of interest  
61 of such obligations shall be the multiple of one-  
62 eighth of one per centum nearest such rate of  
63 return on investments in the fund in said  
64 subdivision (2). The state treasurer shall  
65 certify to the state bond commission the amount of  
66 such rate of return for the two fiscal years  
67 preceding the date of issuance. On order of the  
68 teachers' retirement board, the state treasurer  
69 shall draw a check in favor of the teachers'

70 retirement board from the pension fund, the  
71 annuity fund or the survivorship and dependency  
72 fund covering such payments as are due members in  
73 accordance with sections 10-166, 10-168, 10-168a  
74 and 10-176, as listed in detail on a warrant  
75 specifying the order. On or before the third  
76 Wednesday in July, annually, the state treasurer  
77 shall file, with the insurance commissioner and  
78 with the secretary of the retirement board, a  
79 sworn statement exhibiting the condition of the  
80 teachers' retirement funds on the thirtieth day of  
81 the preceding June and their financial  
82 transactions for the year ending on such date.  
83 Such statements shall be in the form prescribed by  
84 the retirement board. The retirement board shall  
85 submit to the governor, as provided in section 4-  
86 60, a detailed statement of the membership,  
87 retirements, withdrawals, investments, incomes and  
88 expenditures of the retirement association, which  
89 statements shall be printed by the commissioner of  
90 finance and control.

Bill No. 5046

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Referred to Committee on *Finance*

LCO No. 240

Introduced by Rep. Comstock, 71st Dist.

Sen. Cashman, 20th Dist.

General Assembly,

January Session, A.D., 1971

## AN ACT CONCERNING THE STATE BOND COMMISSION.

Be it enacted by the Senate and House of Representatives in  
General Assembly convened:

Section 1. Subsection (a) of section 3-20 of the 1969  
supplement to the general statutes is repealed and the following  
is substituted in lieu thereof: There is established the  
state bond commission, which shall consist of the governor, the  
treasurer, the comptroller, the attorney general, the  
commissioner of finance and control, [and] the public works  
commissioner, TWO SENATE MEMBERS OF THE COMMITTEE ON FINANCE  
APPOINTED BY THE PRESIDENT PRO TEMPORE OF THE SENATE, NOT MORE  
THAN ONE OF WHOM SHALL BE OF THE SAME POLITICAL PARTY, AND THREE  
HOUSE MEMBERS OF THE COMMITTEE ON FINANCE, NOT MORE THAN TWO OF  
WHOM SHALL BE OF THE SAME POLITICAL PARTY. The chairman of the  
state building program commission shall be, ex officio, a member  
of the state bond commission. The members of said commission  
shall serve without compensation.

Sec. 2. This act shall take effect July 1, 1971.

STATEMENT OF PURPOSE: To provide for legislative representation 35  
on the state bond commission. 36

[Proposed deletions are enclosed in brackets and proposed 38  
additions are all capitalized, or underlined where appropriate.] 40