

SENATE, No. 2842

STATE OF NEW JERSEY
217th LEGISLATURE

INTRODUCED DECEMBER 5, 2016

Sponsored by:

Senator STEPHEN M. SWEENEY

District 3 (Cumberland, Gloucester and Salem)

Senator DAWN MARIE ADDIEGO

District 8 (Atlantic, Burlington and Camden)

SYNOPSIS

Provides for investment of State pension fund assets in certain debt obligations issued by New Jersey Transportation Trust Fund Authority and New Jersey Infrastructure Bank.

CURRENT VERSION OF TEXT

As introduced.



1 AN ACT providing for the investment of State pension fund assets in
2 certain debt obligations issued by the New Jersey Transportation
3 Trust Fund Authority and the New Jersey Infrastructure Bank,
4 supplementing P.L.1950, c.270 (C.52:18A-79 et seq.).
5

6 **BE IT ENACTED** by the Senate and General Assembly of the State
7 of New Jersey:
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9 1. Notwithstanding the provisions of section 11 of P.L.1950,
10 c.270 (C.52:18A-89) or any other law, rule, or regulation to the
11 contrary, the Director of the Division of Investment in the
12 Department of the Treasury is authorized to invest and reinvest the
13 assets of any pension or annuity fund under the jurisdiction of the
14 division, and otherwise allocated for investment in fixed-income
15 securities, in bonds, notes, or other obligations at fair market value,
16 issued and guaranteed as to interest and principal by, or on behalf
17 of, the New Jersey Transportation Trust Fund Authority to provide
18 for any of the authority's corporate purposes and the New Jersey
19 Infrastructure Bank to capitalize the State Transportation
20 Infrastructure Bank Fund established pursuant to section 34 of
21 P.L.2016, c.56 (C.58:11B-10.4) with monies to effectuate the
22 purposes of the fund.
23

24 2. This act shall take effect immediately.
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27 STATEMENT
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29 This bill provides for the investment of State pension fund assets
30 in certain debt obligations that are issued by the New Jersey
31 Transportation Trust Fund Authority and the New Jersey
32 Infrastructure Bank.

33 Under the bill, the Director of the Division of Investment in the
34 Department of the Treasury is authorized to invest and reinvest the
35 assets of any pension or annuity fund under the jurisdiction of the
36 division in bonds, notes, or other obligations, issued and guaranteed
37 as to interest and principal by, or on behalf of, the New Jersey
38 Transportation Trust Fund Authority to provide for any of the
39 authority's corporate purposes and the New Jersey Infrastructure
40 Bank to capitalize the State Transportation Infrastructure Bank
41 Fund with monies to effectuate the purposes of the fund. The bill
42 provides that the investment of pension fund assets in those
43 securities may be made regardless of whether the investments
44 would meet the standard of care prescribed for the making of
45 investments by current law, but specifies that any investments so
46 made in bonds, notes, or other obligations issued by the New Jersey
47 Transportation Trust Fund Authority and the New Jersey
48 Infrastructure Bank must be made from assets that are otherwise

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1 allocated for investment in fixed-income securities and only to the
2 extent that the bonds, notes, or other obligations are available for
3 investment at fair market value.

4 The bill is scheduled to take effect immediately upon enactment.