

HOUSE No. 2475

The Commonwealth of Massachusetts

In the Year Two Thousand Nine

An Act relative to pension fund investments for cities and towns..

Be it enacted by the Senate and House of Representatives in General Court assembled, and by the authority of the same, as follows:

1 SECTION 1. Paragraph (c½) of subdivision (8) of section 22 of chapter 32, as inserted by
2 Chapter 68 of the Acts of 2007, is hereby amended by striking out the words “2 percentage
3 points” and inserting in place thereof the following words:- 3 percentage points.

4 SECTION 2. Paragraph (c½) of subdivision (8) of section 22 of chapter 32, as so
5 appearing, is hereby further amended by striking out the words “65 per cent,” in the third
6 sentence, inserting in place thereof the following words:- 45 per cent before December 31, 2014
7 and less than 65 per cent after December 31, 2014

8 SECTION 3. Paragraph (b) of subdivision (2) of section 23 of chapter 32 of the General
9 Laws as appearing in the 2006 Official Edition, is hereby amended by striking out clause (i), and
10 inserting in place thereof the following clause:-

11 (i) In securities, other than mortgages or collateral loans, which are legal for the
12 investment of funds of savings banks under the laws of the commonwealth; provided that not
13 more than four per cent of the assets of any such system shall be invested in the bonds of any one

14 public service corporation. A public service corporation is one that provides important services
15 such as water or transportation to the public.