

HOUSE BILL NO. 174

IN THE LEGISLATURE OF THE STATE OF ALASKA
THIRTY-THIRD LEGISLATURE - SECOND SESSION

BY REPRESENTATIVES MCCABE, McKay

Introduced: 4/24/23
Referred: Finance

A BILL

FOR AN ACT ENTITLED

1 **"An Act restricting fiduciary actions by a fiduciary of a state fund, the Alaska**
2 **Retirement Management Board, and the Alaska Permanent Fund Corporation Board**
3 **that have the purpose of furthering social, political, or ideological interests."**

4 **BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:**

5 * **Section 1.** AS 37.10.071 is amended by adding a new subsection to read:

6 (g) The fiduciary of a state fund may not take an action involving investment
7 under this section for the purpose of furthering a social, political, or ideological
8 interest. Except as required under applicable federal or state law, an action is
9 considered to have the purpose of furthering a social, political, or ideological interest
10 if evidence indicates a commitment to

11 (1) eliminating, reducing, offsetting, or disclosing greenhouse gas
12 emissions;

13 (2) instituting or assessing corporate board or employee composition,
14 compensation, or disclosure criteria based on social, political, or ideological

1 characteristics or practices prohibited under AS 18.80.220;

2 (3) divesting from, limiting investment in, or limiting the activities or
3 investments of a company for failing, or not committing, to meet environmental
4 standards or disclosures;

5 (4) providing or limiting access to abortion, sex or gender change, or
6 transgender surgery; or

7 (5) divesting from, limiting investment in, or limiting the activities or
8 investments of a company for engaging in, facilitating, or supporting the manufacture,
9 distribution, sale, or use of firearms.

10 * **Sec. 2.** AS 37.10.220 is amended by adding a new subsection to read:

11 (d) The board may not take an action involving investment of the funds
12 entrusted to the board for the purpose of furthering a social, political, or ideological
13 interest. Except as required under applicable federal or state law, an action is
14 considered to have the purpose of furthering a social, political, or ideological interest
15 if evidence indicates a commitment to

16 (1) eliminating, reducing, offsetting, or disclosing greenhouse gas
17 emissions;

18 (2) instituting or assessing corporate board or employee composition,
19 compensation, or disclosure criteria based on social, political, or ideological
20 characteristics or practices prohibited under AS 18.80.220;

21 (3) divesting from, limiting investment in, or limiting the activities or
22 investments of a company for failing, or not committing, to meet environmental
23 standards or disclosures;

24 (4) providing or limiting access to abortion, sex or gender change, or
25 transgender surgery; or

26 (5) divesting from, limiting investment in, or limiting the activities or
27 investments of a company for engaging in, facilitating, or supporting the manufacture,
28 distribution, sale, or use of firearms.

29 * **Sec. 3.** AS 37.13.120 is amended by adding a new subsection to read:

30 (f) The board may not take an action involving investment of the fund for the
31 purpose of furthering a social, political, or ideological interest. Except as required

1 under applicable federal or state law, an action is considered to have the purpose of
2 furthering a social, political, or ideological interest if evidence indicates a commitment
3 to

4 (1) eliminating, reducing, offsetting, or disclosing greenhouse gas
5 emissions;

6 (2) instituting or assessing corporate board or employee composition,
7 compensation, or disclosure criteria based on social, political, or ideological
8 characteristics or practices prohibited under AS 18.80.220;

9 (3) divesting from, limiting investment in, or limiting the activities or
10 investments of a company for failing, or not committing, to meet environmental
11 standards or disclosures;

12 (4) providing or limiting access to abortion, sex or gender change, or
13 transgender surgery; or

14 (5) divesting from, limiting investment in, or limiting the activities or
15 investments of a company for engaging in, facilitating, or supporting the manufacture,
16 distribution, sale, or use of firearms.