HOUSE BILL NO. 6

IN THE LEGISLATURE OF THE STATE OF ALASKA

THIRTY-FOURTH LEGISLATURE - FIRST SESSION

BY REPRESENTATIVE MCCABE

Introduced: 1/10/25
Referred: Prefiled

A BILL

FOR AN ACT ENTITLED

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

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

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

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

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

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

characteristics or practices prohibited under AS 18.80.220;

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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