

1 _____ BILL NO. _____

2 INTRODUCED BY _____
3 (Primary Sponsor)

4 A BILL FOR AN ACT ENTITLED: "AN ACT REVISING FINANCIAL INVESTMENT LAW; REQUIRING THE
5 BOARD OF INVESTMENTS TO PURSUE THE CREATION OF INDEX FUNDS EXCLUDING SECURITIES
6 THAT VIOLATE THE SARBANES-OXLEY ACT; REQUIRING COMPLIANCE WITH LAWFUL EXECUTIVE
7 ORDERS; AND PROVIDING A DELAYED EFFECTIVE DATE."

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9 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:

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11 NEW SECTION. **Section 1. International investment accountability.** The board of investments
12 shall consult with other market participants to pursue the creation of publicly traded index funds that exclude
13 securities listed on an exchange in a jurisdiction in which the public company accounting oversight board:

14 (1) has not conducted an inspection of a registered public accounting firm pursuant to 15 U.S.C.
15 7214, as of December 23, 2020; and

16 (2) is prevented from conducting an inspection pursuant to 15 U.S.C. 7214, as of December 23, 2020,
17 because of a law or policy of an authority in the jurisdiction.

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19 NEW SECTION. **Section 2. Compliance with presidential executive order.** The board of
20 investments shall comply with any lawful executive order issued by the president of the United States restricting
21 the purchase of certain securities.

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23 NEW SECTION. **Section 3. Codification instruction.** [Sections 1 and 2] are intended to be codified
24 as an integral part of Title 17, chapter 6, part 2, and the provisions of Title 17, chapter 6, part 2, apply to
25 [sections 1 and 2].

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27 NEW SECTION. **Section 4. Effective date.** [This act] is effective July 1, 2022.

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