

1 AN ACT concerning public employee benefits.

2 **Be it enacted by the People of the State of Illinois,**
3 **represented in the General Assembly:**

4 Section 5. The Illinois Pension Code is amended by adding
5 Section 1-113.21 as follows:

6 (40 ILCS 5/1-113.21 new)

7 Sec. 1-113.21. Contracts for services.

8 (a) Beginning January 1, 2015, no contract for investment
9 services, consulting services, or commitment to a private
10 market fund shall be awarded by a retirement system, pension
11 fund, or investment board established under this Code unless
12 the investment advisor, consultant, or private market fund
13 first discloses:

14 (1) the number of its investment and senior staff and
15 the percentage of its investment and senior staff who are
16 (i) a minority person, (ii) a female, and (iii) a person
17 with a disability; and

18 (2) the number of contracts for investment services,
19 consulting services, and professional and artistic
20 services the investment advisor, consultant, or private
21 market fund has with a (i) minority owned business, (ii)
22 female owned business or (iii) business owned by a person
23 with a disability; and

1 (3) the number of contracts for investment services,
2 consulting services, and professional and artistic
3 services the investment advisor, consultant, or private
4 market fund has with a business other than a (i) minority
5 owned business, (ii) female owned business or (iii)
6 business owned by a person with a disability, if more than
7 50% of services performed pursuant to the contract are
8 performed by a (i) a minority person, (ii) a female, and
9 (iii) a person with a disability.

10 (b) The disclosures required by this Section shall be
11 considered, within the bounds of financial and fiduciary
12 prudence, prior to the awarding of a contract for investment
13 services, consulting services, or commitment to a private
14 market fund.

15 (c) For the purposes of this Section, the terms "minority
16 person", "female", "person with a disability", "minority owned
17 business", "female owned business", and "business owned by a
18 person with a disability" have the same meaning as those terms
19 have in the Business Enterprise for Minorities, Females, and
20 Persons with Disabilities Act.

21 (d) For purposes of this Section, the term "private market
22 fund" means any private equity fund, private equity fund of
23 funds, venture capital fund, hedge fund, hedge fund of funds,
24 real estate fund, or other investment vehicle that is not
25 publicly traded.