

## Pension Sustainability

### Legal Subgroup

Meeting 10/25/18

As noticed, general discussion of potential tasks of the group, potential timelines and potential division of labor.

I) Legal issues already discussed/reviewed to some extent (is more needed?)

a) Some property not available for consideration:

- 1) Parks
- 2) State Forests
- 3) Public trust lands in L.I.S.
- 4) Conservation/open space easements
- 5) Agricultural land easements
- 6) OTHERS?

b) Other legal restrictions on use of land/property

- 1) Federal highway funds
- 2) Other federal fund restrictions?
- 3) Other federal restrictions?
- 4) Property-specific legal restrictions (*e.g.*, conditions of gift or deed)
- 5) Does state maintain any central list of restrictions on state properties?
- 6) OTHER RESTRICTIONS?

II) What else does State own?

a) See list of quasi-public agencies, CGS §1-120

“Quasi-public agency” means Connecticut Innovations, Incorporated, the Connecticut Health and Educational Facilities Authority, the Connecticut Higher Education Supplemental Loan Authority, the Connecticut Student Loan Foundation, the Connecticut Housing Finance Authority, the Connecticut Housing Authority, the Materials Innovation and Recycling Authority, the Capital Region Development Authority, the Connecticut Lottery Corporation, the Connecticut Airport Authority, the Connecticut Health Insurance Exchange, the Connecticut Green Bank, the Connecticut Retirement Security Authority, the Connecticut Port Authority and the State Education Resource Center.

III) What other legal issues can/should this group consider?

- a) Other legal issues in general?
- b) Issues regarding design of potential LOT Trust and Trust Manager?



<b>5.00</b>	<b>LEGACY OBLIGATION TRUST DESIGN (possible Appendix)</b>
5.01	Define trust manager powers & authority
5.02	Define trust manager collaboration processes with state
5.03	Define oversight protocols for trust manager
5.04	Design of Certificates of Trust
5.05	LOT Board of Governors composition
5.06	Define LOT Board of Governors responsibilities and authority
5.07	Dividend policy

<b>6.00</b>	<b>LEGACY OBLIGATION TRUST MANAGER DESIGN (possible Appendix)</b>
6.01	Selection process
6.02	Governance charter for Trust Manager
6.03	Asset disposition procedures
6.04	Compensation design for Trust Manager

- IV) Any tasks to divide up/assign?
- V) Any timelines to discuss? (Of course, legal issues regarding specific individual assets can only be reviewed once potential assets are identified.) Anything else?