



## THE SOLUTION

Treasurer John Chiang has called on the nation's largest institutional investors including BlackRock, Fidelity, Vanguard, Allstate, PIMCO, Bank of America, and CalPERS to use the power of their purse strings to engage wholesale and retail sellers of banned military-style assault weapons.

Senate Bill 459 (Portantino) would statutorily require CalPERS to adopt the following three-step engagement process for disposing of investments in unlawful firearms:

1. Engagement with wholesale and retail sellers of assault weapons banned in California to persuade them to end such sales.
2. If sales continue, or a company declines to engage, CalPERS will use its shareholder proxy powers to cast votes against retaining the company's entire board of directors.
3. And, should proxy voting prove unsuccessful in persuading the company to cease its sale of banned weapons, CalPERS will develop fiscally prudent options in accord with its fiduciary standards of care to divest from the weapons dealer.



The California State Teachers' Retirement System, CalSTRS, by an 11-0 vote, adopted a similar three-step process in May, 2018.

*"We're taking steps to protect the CalSTRS portfolio, avoid reputational risk and increase the long-term value of the companies in which we invest, while also expressing sensitivity and empathy for the heinous gun-related tragedies that have impacted our country over the last several years."*

HARRY KEILEY, CHAIR OF THE CALSTRS INVESTMENT COMMITTEE

*"You make a difference. That people do look at CalSTRS as a leader and your actions will be replicated by other large institutions and collectively, not individually, but collectively you have enormous impact. And your leadership, your willingness to take a proactive stance, in my opinion, will give courage to many other people to follow in your footsteps."*

ALLAN EMKIN, PENSION CONSULTING ALLIANCE

## How Can I Get Involved?

Call, write letters, visit, and tweet Assembly Members. Find yours at <http://findyourrep.legislature.ca.gov/> and tell them to VOTE YES ON SB 459! This bill will not pass without your voice.

Please follow the Treasurer's Facebook page [www.facebook.com/CaliforniaSTO/](http://www.facebook.com/CaliforniaSTO/) and his Twitter page [twitter.com/CalTreasurer](http://twitter.com/CalTreasurer) for latest information related to this bill. If you would like to speak to someone in our office please call us at 916.653.2995.

Financial public pressure is already working. Major companies are severing their ties with the NRA and changing their gun policies.

Below are just some of the companies:

citigroup

DICK'S  
SPORTING GOODS

ENTERPRISE HOLDINGS.

Bank of America

L.L.Bean

Walmart

UNITED

Yale