

## LB 1066 FISCAL NOTE

Revised based on amendments adopted through 4/7/94.

Kate Morris  
April 8, 1994

	FY 1994-95		FY 1995-96	
	Expenditures	Revenue	Expenditures	Revenue
GENERAL				
CASH	See Below		See Below	
FEDERAL				
OTHER				
TOTAL	See Below		See Below	

LB 1066, as amended and with the 'e' clause, eliminates statutory restrictions on investments in South Africa, and also incorporates provisions of LB 705 regarding corporations doing business in Northern Ireland.

There is no direct fiscal impact to the Investment Council budget from elimination of the restriction on South Africa investments.

Eliminating the restriction on South Africa investments would provide a broader pool of available investments for the state, but would have no immediate direct impact on the funds.

The provisions from LB 705 require the State Investment Officer to compile a report (by January 1 each year) 1) of corporations doing business in Northern Ireland and 2) whether each corporation has taken affirmative action to eliminate religious or ethnic discrimination in Northern Ireland.

The Northern Ireland provisions of the bill also require the State Investment Officer to invest in stocks or obligations in a manner (consistent with section 72-1246) to encourage corporations pursuing a policy of affirmative action in Northern Ireland.

The State Investment Officer advises that the information required for the report and investing policy could be obtained for between \$2,000 to \$3,000 per year. However, soft dollars' could be utilized for this expenditure and the agency would not need any additional appropriation.

Since the bill still would require investing in investments "which individuals of prudence, discretion and intelligence acquire or retain in dealing with the property of another," there would be no direct fiscal impact relating to investments.