

FISCAL NOTE

SB 3277 - HB 3362

February 4, 2008

SUMMARY OF BILL: Requires State Treasurer to develop and adopt a policy for divestiture of Tennessee Consolidated Retirement System (TCRS) investments in companies that have substantial operations in nations determined to be state-sponsors of terrorism when such operations are contrary to U.S. foreign policy interests.

ESTIMATED FISCAL IMPACT:

Increase State Expenditures – Not Significant

Assumptions:

- This bill requires such policy be implemented upon determining that the appropriate agencies of the United States Government have certified a listing of companies that have substantial operations in nations determined to be state-sponsors of terrorism when such operations are contrary to U.S. foreign policy interests.
- According to the State Treasurer, there is no current list of companies determined by the federal government to be state sponsors of terrorism and any policy adopted by the Treasurer would be developed in a manner that would limit the impact on the TCRS portfolio. As a result, the State Treasurer indicates that department expenditures would not increase by a significant amount.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, reading "James W. White". The signature is written in a cursive style with a large initial "J" and a distinct "W".

James W. White, Executive Director

/rnc