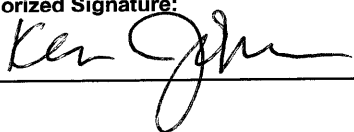


<b>FISCAL ESTIMATE</b> DOA-2048 N(R06/99)		<b>1999 Session</b>		LRB Number <b>4255/2</b>
		<input checked="" type="checkbox"/> ORIGINAL	<input type="checkbox"/> UPDATED	Bill Number <b>SB 379</b>
		<input type="checkbox"/> CORRECTED	<input type="checkbox"/> SUPPLEMENTAL	
<b>Subject</b>  <b>Prohibiting the Investment Board from Making Certain Investments</b>			Amendment No. if Applicable	
			Administrative Rule Number	
<b>Fiscal Effect</b>				
State: <input checked="" type="checkbox"/> No State Fiscal Effect		<b>SEE TEXT</b>		
Check columns below only if bill makes a direct appropriation or affects a sum sufficient appropriation.				
<input type="checkbox"/> Increase Existing Appropriation	<input type="checkbox"/> Increase Existing Revenues	<input type="checkbox"/> Increase Costs - May be possible to Absorb Within Agency's Budget <input type="checkbox"/> Yes <input type="checkbox"/> No		
<input type="checkbox"/> Decrease Existing Appropriation	<input type="checkbox"/> Decrease Existing Revenues			
<input type="checkbox"/> Create New Appropriation		<input type="checkbox"/> Decrease Costs		
<b>Local: <input checked="" type="checkbox"/> No local government costs</b>				
<b>SEE TEXT</b>				
1. <input type="checkbox"/> Increase Costs	3. <input type="checkbox"/> Increase Revenues	5. Types of Local Governmental Units Affected:		
<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	<input type="checkbox"/> Towns <input type="checkbox"/> Villages <input type="checkbox"/> Cities		
2. <input type="checkbox"/> Decrease Costs	4. <input type="checkbox"/> Decrease Revenues	<input type="checkbox"/> Counties <input type="checkbox"/> Others _____		
<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	<input type="checkbox"/> School Districts <input type="checkbox"/> WTCS Districts		
<b>Fund Sources Affected</b>			<b>Affected Chapter 20 Appropriations</b>	
<input type="checkbox"/> GPR <input type="checkbox"/> FED <input type="checkbox"/> PRO <input type="checkbox"/> PRS <input type="checkbox"/> SEG <input type="checkbox"/> SEG-S				
<b>Assumptions Used in Arriving at Fiscal Estimate</b>				
<p><b>SB 379 would prohibit the Investment Board (SWIB) from making investments in companies that contract with the Wisconsin Department of Corrections to house Wisconsin prisoners. Investments in companies that have an ownership interest in companies that contract for the housing of state prisoners would also be prohibited.</b></p> <p><b>SWIB does not currently own any investments that would be prohibited by SB 379.</b></p> <p><b>SWIB would incur additional workload to monitor whether any companies in which we invest (or companies under consideration for investment) acquire ownership interest in a company that provides housing services to Wisconsin prisoners.</b></p>				
<b>Long-Range Fiscal Implications</b>				
<p><b>Restrictions imposed by the bill could have an adverse impact on investment returns in the future. The Wisconsin Retirement System (WRS) Trust Funds currently account for over 90% of the funds managed by SWIB. Reduced investment earnings result in lower benefits to retired WRS participants and/or increased costs for state agencies and local governments to provide retirement benefits for their employees.</b></p>				
<b>Prepared by:</b> Ken Johnson		<b>Telephone No.</b> 7-0221		<b>Agency</b> SWIB (INV)
<b>Authorized Signature:</b> 		<b>Telephone No.</b> 7-0221		<b>Date</b> 2/21/00

**FISCAL ESTIMATE WORKSHEET**

**1999 Session**

Detailed Estimate of Annual Fiscal Effect  
DOA-2047 (R06/99)

LRB Number <b>- 4255/2</b>	Amendment No. if Applicable
Bill Number <b>SB 379</b>	Administrative Rule Number

ORIGINAL                       UPDATED  
 CORRECTED                       SUPPLEMENTAL

**Subject**

**Prohibiting the Investment Board from Making Certain Investments**

**I. One-time Costs or Revenue Impacts for State and/or Local Government (do not include in annualized fiscal effect):**

<b>II. Annualized Costs:</b>		<b>Annualized Fiscal impact on State funds from:</b>	
		<b>Increased Costs</b>	<b>Decreased Costs</b>
<b>A. State Costs by Category</b>			
State Operations - Salaries and Fringes		\$ SEE TEXT	\$ -
(FTE Position Changes)		( FTE)	(- FTE)
State Operations - Other Costs			-
Local Assistance			-
Aids to Individuals or Organizations			-
TOTAL State Costs by Category		\$	\$ -
<b>B. State Costs by Source of Funds</b>		<b>Increased Costs</b>	<b>Decreased Costs</b>
GPR		\$	\$ -
FED			-
PRO/PRS			-
SEG/SEG-S			-
<b>State Revenues</b>	Complete this only when proposal will increase or decrease state revenues (e.g., tax increase, decrease in license fee, etc.)	<b>Increased Rev.</b>	<b>Decreased Rev.</b>
GPR Taxes		\$	\$ -
GPR Earned			-
FED			-
PRO/PRS			-
SEG/SEG-S			-
TOTAL State Revenues		\$	\$ -

**NET ANNUALIZED FISCAL IMPACT**

STATE


LOCAL

NET CHANGE IN COSTS                      \$ SEE TEXT

\$ SEE TEXT

NET CHANGE IN REVENUES                      \$ \_\_\_\_\_

\$ \_\_\_\_\_

Prepared by: <b>Ken Johnson</b>	Telephone No. <b>7-0221</b>	Agency <b>SWIB</b>
Authorized Signature: 	Telephone No. <b>7-0221</b>	Date <b>2/21/00</b>