

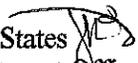
NEBRASKA INVESTMENT COUNCIL

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MEMORANDUM

TO: Senator Lavon Heidemann, Chairperson
Appropriations Committee

CC: Senator Danielle Conrad
Senator Tony Fulton
Senator Thomas Hansen
Senator John Harms
Senator Heath Mello
Senator John Nelson
Senator Jeremy Nordquist
Senator John Wightman
Ms. Kathy Tenopir, Legislative Fiscal Office
Mr. Gary Bush, DAS Budget

FROM: Jeffrey W. States 
State Investment Officer

DATE: December 23, 2009

The Nebraska Investment Council's (NIC) plan of action to implement LB 1, Section 10 of the One Hundred First Legislature, First Special Session, 2009 is as follows:

Program No. - 610 Investments Administration

FY10 Reduction of Appropriation of \$60,773 (cash fund). The NIC recently completed a nationwide search for a new State Investment Officer. The position had been vacant since March 1, 2009. I was hired on November 9, 2009, as the new State Investment Officer. The vacancy savings from the interim period will be used to cover the FY10 budget reduction of \$60,773. There will be no impact on services, because the reductions are being handled through vacancy savings.

FY11 Reduction of Appropriation of \$131,455 (cash fund). The NIC currently has two vacant investment professional positions. The NIC received appropriations in both FY09 and FY10 to create these positions, but filling these positions has been delayed due to the recent search for the SIO. Reviews of the duties and responsibilities of each position are currently underway to determine the correct classification for each. We plan to have the positions filled by the first quarter of the new year. The vacancy savings to be carried over into FY11 from these two vacant positions will cover the FY11 budget reduction of \$131,455. There will be no impact on services, because the reductions are being handled through vacancy savings.

FY09 Reduction of Carryover Appropriation of \$100,000 (cash fund). The NIC received a deficit appropriation in FY09 to retain Ennis Knupp, NIC's Investment consultant, to assist the Acting State Investment Officer and the NIC staff during the SIO transition period. The NIC plans to terminate these agreements for expanded services. Savings from these contracts will cover the \$100,000 reduction in FY09 carryover funds. No impact on services is anticipated because we plan to fill the two vacant investment professional positions in the near future to handle the responsibilities currently included in Ennis Knupp's agreements for expanded services.

Please let me know if you have any questions or need additional information.