

BILL SUMMARY
2nd Session of the 59th Legislature

Bill No.:	HB1294
Version:	CS
Request Number:	
Author:	Speaker McCall
Date:	2/22/2024
Impact:	No Budget Impact

Research Analysis

The committee substitute for HB1294 creates the Foreign Adversary Divestment Act of 2024, prohibiting all state and local managed funds from holding investments in any foreign adversary or any company located within, owned by or controlled by a foreign adversary. The divestment of affected public funds is required to begin immediately, with total divestment completed by January 1, 2027 or within two years of the effective date of the act, whichever is earliest.

The measure directs the State Treasurer to create a list of restricted companies that are associated with a foreign adversary and distribute the list to each state or locally managed fund within 6 months of the effective date of the act. A *foreign adversary* is any country designated by U.S. Secretary of State as a hostile country or a country of particular concern.

Prepared By: Quyen Do

Fiscal Analysis

HB 1294 in its current form creates the Foreign Adversary Divestment Act of 2024. The measure has no direct fiscal impact on the state budget or appropriations.

Prepared By: John McPhetridge, House Fiscal Director

Other Considerations

None.