

FISCAL NOTE
Requested by Legislative Council
03/12/2009

Amendment to: HB 1202

1A. State fiscal effect: *Identify the state fiscal effect and the fiscal effect on agency appropriations compared to funding levels and appropriations anticipated under current law.*

| | 2007-2009 Biennium | | 2009-2011 Biennium | | 2011-2013 Biennium | |
|----------------|--------------------|-------------|--------------------|-------------|--------------------|-------------|
| | General Fund | Other Funds | General Fund | Other Funds | General Fund | Other Funds |
| Revenues | | | | | | |
| Expenditures | | | | | | |
| Appropriations | | | | | | |

1B. County, city, and school district fiscal effect: *Identify the fiscal effect on the appropriate political subdivision.*

| 2007-2009 Biennium | | | 2009-2011 Biennium | | | 2011-2013 Biennium | | |
|--------------------|--------|------------------|--------------------|--------|------------------|--------------------|--------|------------------|
| Counties | Cities | School Districts | Counties | Cities | School Districts | Counties | Cities | School Districts |
| | | | | | | | | |

2A. Bill and fiscal impact summary: *Provide a brief summary of the measure, including description of the provisions having fiscal impact (limited to 300 characters).*

This bill creates an entrepreneurship award program using funds in the New Venture Capital Program. The entrepreneurship award program may provide loans of up to \$50,000 per year to entrepreneurship centers and loans of up to \$20,000 to entrepreneurs using the services of an entrepreneurship center.

B. Fiscal impact sections: *Identify and provide a brief description of the sections of the measure which have fiscal impact. Include any assumptions and comments relevant to the analysis.*

Section 1 allows Bank of North Dakota New Venture Capital Program funds to be used for entrepreneurship awards and Section 2 limits this to \$1 million.

Section 3 establishes entrepreneurship awards consisting of awards to designated entrepreneurship centers not to exceed \$50,000 per year and awards of up to \$20,000 to qualified entrepreneurs who utilize the services of a designated entrepreneurship center.

3. State fiscal effect detail: *For information shown under state fiscal effect in 1A, please:*

A. Revenues: *Explain the revenue amounts. Provide detail, when appropriate, for each revenue type and fund affected and any amounts included in the executive budget.*

B. Expenditures: *Explain the expenditure amounts. Provide detail, when appropriate, for each agency, line item, and fund affected and the number of FTE positions affected.*

If there are losses resulting from the entrepreneurship awards there will be a direct loss to the Bank of North Dakota. The Bank of North Dakota is not involved in decisions regarding these loans and as such would be unable to estimate any future returns on investment.

Contact: Bob Humann, Bank of North Dakota 328-5703

C. Appropriations: *Explain the appropriation amounts. Provide detail, when appropriate, for each agency and fund affected. Explain the relationship between the amounts shown for expenditures and appropriations. Indicate whether the appropriation is also included in the executive budget or relates to a continuing appropriation.*

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| Phone Number: | 328-7258 | Date Prepared: | 03/13/2009 |