

(Return in triplicate)

FISCAL NOTE

Bill/Resolution No.: Senate Bill No. 2508 Amendment to: _____

Requested by: Legislative Council Date of Receipt: _____

Please estimate the fiscal impact of the above measure for:

State general or special funds Counties Cities

In the following space note the fiscal effect in dollars of this measure:

Narrative:

We presently have a farm loan pool in amount of fifty million dollars. This pool nets our beneficiaries 8% per annum, after expenses.

Our security investments net our beneficiaries 11.37% per annum, after expenses.

In our opinion, this amendment to Section 15-03-05 is not in the best interest of our trust beneficiaries.

State Fiscal Effect:

| 1985-86 | | 1986-87 | | Biennium Total | |
|----------------------------|---------------------|----------------------------|---------------------|----------------------------|---------------------|
| <u>Special Funds</u> | <u>General Fund</u> | <u>Special Funds</u> | <u>General Fund</u> | <u>Special Funds</u> | <u>General Fund</u> |
| (Possible Income Decrease) | | (Possible Income Decrease) | | (Possible Income Decrease) | |
| \$-2,200,000.00 | | \$-2,200,000.00 | | \$-4,400,000.00 | |

Assuming a transfer of 66 million from security investments to the farm loan pool.

County and City Fiscal Effect:

| 1985-86 | | 1986-87 | | Biennium Total | |
|-----------------|---------------|-----------------|---------------|-----------------|---------------|
| <u>Counties</u> | <u>Cities</u> | <u>Counties</u> | <u>Cities</u> | <u>Counties</u> | <u>Cities</u> |
| None | | None | | None | |

If additional space is needed, attach a supplemental sheet.

Signed *R.E. Lommen*

Typed Name R.E. Lommen, Commissioner

Date prepared: February 27, 1985

Department ND State Land Department