

(Return in triplicate)

FISCAL NOTE

Bill/Resolution No.: Senate Bill No. 2127 Amendment to: _____

Requested by: Legislative Council Date of Receipt: 1-2-87

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:

See attached.

State Fiscal Effect:

<u>1987-88</u>		<u>1988-89</u>		<u>Biennium Total</u>	
<u>Special Funds</u>	<u>General Fund</u>	<u>Special Funds</u>	<u>General Fund</u>	<u>Special Funds</u>	<u>General Fund</u>

County and City Fiscal Effect:

<u>1987-88</u>		<u>1988-89</u>		<u>Biennium Total</u>	
<u>Counties</u>	<u>Cities</u>	<u>Counties</u>	<u>Cities</u>	<u>Counties</u>	<u>Cities</u>

If additional space is needed, attach a supplemental sheet.

Signed 

Typed Name J. T. Smith Jr.

Date Prepared: 1-19-87

Department Job Service North Dakota

Narrative (SB 2127):

There is no impact if this Bill is passed. Borrowing and repayment authority is requested for the Unemployment Insurance Trust Fund and the Federal Advance Interest Repayment Fund. Neither of these funds involve State General or Special Funds.

However, if the Bill is not passed there is a potential impact of \$575,000 on the State General Fund. Without the authority provided by this Bill the agency could not borrow from nonfederal sources to pay off federal loans. There is currently estimated to be \$2.2 million in outstanding federal loans at September 30, 1987. Federal borrowing between January 1 and September 30 is interest free if all loans are paid off on September 30, otherwise interest is due. Unless the federal loans are paid off on September 30, 1987, projected interest of \$698,000 will be due and payable on September 30, 1987. After payment of interest deferred from the fourth quarter of 1986 the agency will have an estimated \$123,000 in the Federal Advance Interest Repayment Account for payment of interest at September 30, 1987, on a shortfall of \$575,000.