

(Return in triplicate)

FISCAL NOTE

Bill/Resolution No.: HB 1417 Amendment to: _____

Requested by Legislative Council Date of Request: 1-18-91

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:

Section 4 of HB1417 would repeal section 40-01-23 subsection 74 of the North Dakota Century Code which gives municipalities power to receive Community Development Block Grant (CDBG) funds for loans or grants to private entities for the purpose of assisting local economic development projects. These funds are distributed by the Office of Intergovernmental Assistance in accordance with the Federal CDBG program. Historically, since 1982 when the state began administration of the CDBG program, approximately \$13,684,000 has been distributed to cities for economic development purposes. This represents approximately 79% of the funds available for ED projects. Since it is unknown in advance the amount to be received by cities or counties for ED projects, the historic figure of 79% has been applied to the estimated \$6,000,000 which will be available for such projects. This amounts to an estimated reduction of \$4,740,000 available to cities for economic development projects during the 1991-93 biennium.

State Fiscal Effect:

<u>1991-92</u>		<u>1992-93</u>		<u>Biennium Total</u>	
<u>General Fund</u>	<u>Special Funds</u>	<u>General Fund</u>	<u>Special Funds</u>	<u>General Fund</u>	<u>Special Funds</u>

County and City Fiscal Effect:

<u>1991-92</u>		<u>1992-93</u>		<u>Biennium Total</u>	
<u>Counties</u>	<u>Cities</u>	<u>Counties</u>	<u>Cities</u>	<u>Counties</u>	<u>Cities</u>
0	(\$2,370,000)	0	(\$2,370,000)	0	(\$4,740,000)

If additional space is needed, attach a supplemental sheet.

Signed Shirley R. Dykshoorn

Typed Name Shirley R. Dykshoorn
Office of

Date Prepared: 1/21/91

Department Intergovernmental Assistance

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