

FISCAL NOTE

(Return in triplicate)

Bill/Resolution No.: HB 1240 Amendment to: _____

Requested by Legislative Council Date of Request: 2-3-93

1. Please estimate the fiscal impact (in dollar amounts) of the above measure for state general or special funds, counties, and cities.

Narrative: HB 1240 would grant to organized Local Housing Authorities (LHA's) the option to pre-empt the Industrial Commission from the delivery of housing programs. As this bill does not specify the specific programs, nor are we able to identify the LHA's which may pre-empt the Industrial Commission, we are unable to accurately quantify (Sections 2, 3, and 4 below) the amount of federal funds, both revenues and expenditures.

(Continued on attached sheet)

2. State fiscal effect in dollar amounts:

<u>1991-93</u>		<u>1993-95</u>		<u>1995-97</u>	
<u>Biennium</u>		<u>Biennium</u>		<u>Biennium</u>	
<u>General</u>	<u>Special</u>	<u>General</u>	<u>Special</u>	<u>General</u>	<u>Special</u>
<u>Fund</u>	<u>Funds</u>	<u>Fund</u>	<u>Funds</u>	<u>Fund</u>	<u>Funds</u>

Revenues:

Expenditures:

3. What, if any, is the effect of this measure on the appropriation for your agency or department:

- a. For rest of 1991-93 biennium: _____
- b. For the 1993-95 biennium: _____
- c. For the 1995-97 biennium: _____

4. County and City fiscal effect in dollar amounts:

<u>1991-93</u>		<u>1993-95</u>		<u>1995-97</u>	
<u>Biennium</u>		<u>Biennium</u>		<u>Biennium</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 *Pat S. Fricke*

Typed Name Pat S. Fricke
Executive Director

Department N.D. Housing Finance Agency

Phone Number 224-3430

Date Prepared: 2-4-93

Fiscal Note / Narrative (Continued)

The budget process and the Agency's biennium budget, SB 2017, cover the expenditures anticipated for the upcoming biennium. As the HFA is a revenue entity (enterprise fund), the revenues are indicated as being equal to the expenditures, when in actuality revenues are expected to surpass expenditures; thus resulting in net earned revenues to the Agency. For the 1993-95 biennium, \$890,580 is the net revenue amount projected from the HUD Section 8 Certificate and Voucher program operations.

These and other net revenues of the Agency are used to fund other Agency programs. The Helping H.A.N.D. program, based on 1992 funding, is expected to distribute \$600,000 to county and tribal governments during the 1993-95 biennium.

To the extent that LHA's exercise their pre-emptive option, the net revenues generated by the HFA would be reduced; thereby diminishing the funds available for other programs, such as Helping H.A.N.D. and the \$1,500,000 transfer to the General Fund proposed in Governor Schafer's revised budget.