

FISCAL NOTE
Requested by Legislative Council
04/23/2015

Amendment to: SB 2178

- 1 A. **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.*

	2013-2015 Biennium		2015-2017 Biennium		2017-2019 Biennium	
	General Fund	Other Funds	General Fund	Other Funds	General Fund	Other Funds
Revenues	\$0	\$0	\$0	\$0	\$0	\$0
Expenditures	\$0	\$0	\$0	\$0	\$0	\$0
Appropriations	\$0	\$0	\$0	\$7,875,000	\$0	\$0

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

	2013-2015 Biennium	2015-2017 Biennium	2017-2019 Biennium
Counties	\$0	\$0	\$0
Cities	\$0	\$0	\$0
School Districts	\$0	\$0	\$0
Townships	\$0	\$0	\$0

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

Second Engrossment-Re Engrossment SB 2178 establishes a \$250 Million school construction interest rate buydown program at BND with no more than \$125 million expended in the first year of the 2015-17 biennium. Loans will be made to eligible school districts for construction loans.

- 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 5 requires a transfer from Bank of North Dakota profits the sum of \$7,875,000, or so much of the sum as may be necessary, to the Bank of North Dakota during the 2015-17 biennium for the purpose of providing interest rate buydowns on construction loans awarded to school districts. The buydown program anticipates a 3% interest rate reduction to a 2% interest rate for the borrower.

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.*

Not applicable.

- 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.*

Not applicable.

- 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 or a part of the appropriation is included in the executive budget or relates to a continuing appropriation.*

Section 5 requires a transfer from Bank of North Dakota profits the sum of \$7,875,000, or so much of the sum as may be necessary, to the Bank of North Dakota during the 2015-17 biennium for the purpose of providing interest rate buydowns on construction loans awarded to school districts. This appropriation is not included in the executive budget and is not a continuing appropriation.

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