

FISCAL NOTE

Requested by Legislative Council
12/14/2000

Bill/Resolution No.: SB 2070

Amendment to:

1A. **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.*

	1999-2001 Biennium		2001-2003 Biennium		2003-2005 Biennium	
	General Fund	Other Funds	General Fund	Other Funds	General Fund	Other Funds
Revenues	\$0	\$0	\$0	\$0	\$0	\$0
Expenditures	\$0	\$0	\$0	\$76,919	\$0	\$64,203
Appropriations	\$0	\$0	\$0	\$76,919	\$0	\$64,203

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

1999-2001 Biennium			2001-2003 Biennium			2003-2005 Biennium		
Counties	Cities	School Districts	Counties	Cities	School Districts	Counties	Cities	School Districts
\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0

2. **Narrative:** *Identify the aspects of the measure which cause fiscal impact and include any comments relevant to your analysis.*

This bill allows use of the Federal Advance Interest Repayment (FAIR) fund to pay interest on Bond financing and principal payments for Bond retirement for acquisition of a service delivery office for the Bismarck-Mandan area. The intent is to charge Federal grants for the interest cost and the FAIR fund for principal payments (Bond Retirement), thus achieving state equity in the property. The bill also allows charging the principal cost to the FAIR fund for retirement of the existing bonds on the Grand Forks service delivery office. Currently, interest on the Grand Forks office bonds is charged to the FAIR fund and the principal to Federal grants. The intent is to reverse this so that the principal for Bond Retirement be charged to the FAIR fund so that equity in the Grand Forks office is State rather than Federal.

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.*

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.*

The expenditures shown in section 1A, Other Funds, are charges to Federal grants. They represent the interest cost for bond financing for acquisition of a customer service office for the Bismarck-Mandan service delivery area less the avoided office rent cost. They also represent reduction in charges to Federal grants by charging interest to

Federal grants and the principal to the FAIR fund for the existing Grand Forks office financing. These expenditures are classified as operating expense.

Charges to the FAIR fund which has a continuing appropriation would be \$31,997 for the 01-03 biennium and \$175,132 for the 03-05 biennium.

There are no FTE positions affected.

C. **Appropriations:** *Explain the appropriation amounts. Provide detail, when appropriate, of the effect on the biennial appropriation for each agency and fund affected and any amounts included in the executive budget. Indicate the relationship between the amounts shown for expenditures and appropriations.*

The appropriation amount shown for 'Other Funds' is not reflected in the Job Service Appropriation Bill, SB 2017.

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Agency: Job Service North Dakota
Date 01/05/2001
Prepared: