FISCAL NOTE

Bill #: SB0005 **Title:** Increase bond issuance authority for renewable resource grants and loans

Primary Sponsor: Tash, B **Status:** As Introduced

Sponsor signature Date Chuck Swysgood, Budget Director Date

Fiscal Summary

	FY 2004 Difference	FY 2005 Difference
Expenditures:	$0	$0
Revenue:	$0	$0
Net Impact on General Fund Balance:	$0	$0

- ☐ Significant Local Gov. Impact
- ☐ Included in the Executive Budget
- ☐ Dedicated Revenue Form Attached
- ☐ Technical Concerns
- ☐ Significant Long-Term Impacts
- ☐ Needs to be included in HB 2

Fiscal Analysis

ASSUMPTIONS:

1. General Obligation (G.O.) bonds are issued by the state to provide low-cost financing to private entities for irrigation projects in Montana.
2. Payments received from applicants are used to repay the bond holders.
3. Of the current $20 million authorized by the Legislature, only $1 million remains.
4. Annual loan applications are estimated at $3 million.
5. There is no fiscal impact to the state.

LONG-RANGE IMPACTS:

1. Repayments are scheduled to coincide with the anticipated useful life of the irrigation equipment. This is normally 10-15 years.