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FISCAL IMPACT REPORT

SPONSOR: Cisneros DATE TYPED: 02/19/01 HB _____
 SHORT TITLE: Ledoux Mutual Domestic Water Association SB 242
Debt _____
 ANALYST: Padilla

APPROPRIATION

Appropriation Contained		Estimated Additional Impact		Recurring or Non-Rec	Fund Affected
FY01	FY02	FY01	FY02		
	\$ 110.0			Non-recurring	General Fund

(Parenthesis () Indicate Expenditure Decreases)

SOURCES OF INFORMATION

LFC Files
 Department of Finance and Administration

SUMMARY

Synopsis of Bill

Senate Bill 242 appropriates \$110.0 from the general fund to DFA's Local Government Division for the purpose of repaying the debt of the Ledoux mutual domestic water consumers association to the Rural Utilities Division of the U.S. Department of Agriculture.

Significant Issues

The Ledoux mutual domestic water consumers association received a loan from the U.S. D.A.'s Rural Utilities Division to enable water improvements in the area. The loan was to be repaid over a 40-year period from user fees amounting to approximately \$12 per month per user. DFA's Local Government Division believes the monthly charge for water would double or triple as a result of debt repayment and notes that the Ledoux area is low-income.

FISCAL IMPLICATIONS

The appropriation of \$110.0 contained in this bill is a non-recurring expense to the general fund. Any unexpended or unencumbered balance remaining at the end of fiscal year 2002 shall revert to the general fund.

LP/ar