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FISCAL IMPACT REPORT

SPONSOR Campos DATE TYPED 02/28/05 HB _____

SHORT TITLE Torrance County Finance Board Loan Repayment SB 929

ANALYST Ford

APPROPRIATION

Appropriation Contained		Estimated Additional Impact		Recurring or Non-Rec	Fund Affected
FY05	FY06	FY05	FY06		
	\$131.0			Recurring	General Fund

(Parenthesis () Indicate Expenditure Decreases)

Duplicates HB 887

SOURCES OF INFORMATION

LFC Files

Responses Received From

Department of Finance and Administration (DFA)

SUMMARY

Synopsis of Bill

Senate Bill 929 appropriates \$131 thousand from the general fund to the local government division of DFA for Torrance county to repay a state board of finance loan.

Significant Issues

According to DFA Torrance county encountered financial difficulty after over-spending by approximately \$500 thousand. Revenues were shifted within the county to provide for public safety and the State Board of Finance made an emergency loan to provide for additional public safety resources.

FISCAL IMPLICATIONS

The appropriation of \$131 thousand contained in this bill is a recurring expense to the general fund. Any unexpended or unencumbered balance remaining at the end of FY 06 shall revert to

the general fund.

ADMINISTRATIVE IMPLICATIONS

DFA indicates that there will be little administrative burden to distribute the funding to Torrance county.

CONFLICT, DUPLICATION, COMPANIONSHIP, RELATIONSHIP

Senate Bill 929 duplicates House Bill 887

POSSIBLE QUESTIONS

Does an appropriation of state funds to repay a state loan contravene the understanding the county made with the state when receiving the loan?

EF/lg