

**REVENUE IMPACT OF
PROPOSED LEGISLATION**
75th Oregon Legislative Assembly
2010 Special Session
Legislative Revenue Office

Bill Number: SB 1017
Revenue Area: Business Development
Economist: Mazen Malik
Date: Feb-3-2010

Measure Description: Increases maximum amount of Oregon Business Development Fund loans to more than fifty percent of project costs if the applicant has been denied by two or more lenders and has no other available financing. Increases authority of the Director of the Business Development Department for business development loan maximum from \$100,000 to \$250,000. Expands eligibility for entrepreneurial development loans to include all existing businesses that grossed less than \$500,000 the previous year.

Revenue Impact (in \$Millions):

The impact of this measure will be dependent partly on the actions of the ways and Means committee decisions. This statement will give the measure the chance to go to ways and means for further work.

Impact Explanation:

These impacts will have to be further estimated when ways and means actions fill the blanks and further specify the changes in the loan programs and repayment mechanisms.

The impact on the general fund comes in two ways the interest that might not be received and the borrowing that might occur because of lack of the funds.

Creates, Extends, or Expands Tax Expenditure: Yes No

The policy purpose of this measure is to develop business and local entrepreneurial initiatives.