

FISCAL IMPACT OF PROPOSED LEGISLATION

Measure: HB 4016 - A

Seventy-Seventh Oregon Legislative Assembly – 2014 Regular Session
Legislative Fiscal Office

*Only Impacts on Original or Engrossed
Versions are Considered Official*

Prepared by: Krista McDowell
Reviewed by: Steve Bender
Date: 2/5/2013

Measure Description:

Appropriates moneys to Oregon Business Development Department for Industry Competitiveness Fund to fund entrepreneurial and industry development activities.

Government Unit(s) Affected:

Business Development Department (Business Oregon)

Summary of Expenditure Impact:

	2013-15 Biennium	2015-17 Biennium
General Fund	\$250,000	
Lottery Funds		
Other Funds		
Federal Funds		
Total Funds	\$250,000	\$0

Local Government Mandate:

This bill does not affect local governments' service levels or shared revenues sufficient to trigger Section 15, Article XI of the Oregon Constitution.

Analysis:

The bill adds entrepreneurial development and development of targeted industry clusters in rural communities to the list of qualifying activities for the Oregon Entrepreneurial Development Loan Fund (EDLF) Program. The maximum of all loans to a borrower under the program is increased from \$70,000 to \$100,000. The loan period is also increased from five years to ten years. The bill provides a one-time \$250,000 General Fund appropriation to the Industry Competitiveness Fund in the 2013-15 biennium for the EDLF.

The program operates on a revolving-loan basis. Loan repayments are deposited into the Industry Competitiveness Fund, and become available to finance additional loans in the future. The increase in loan terms authorized in the bill will tend to reduce the amount of loan repayments owed in any particular biennium.