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FISCAL NOTE (Form 3)  
(Office of Fiscal Analysis)  
Analyst: J 416-9  
tc  
Version:

BILL NUMBER: SHB 5854  
FILE NUMBER:  
AMENDMENTS:

TITLE: "AN ACT CONCERNING JOB DEVELOPMENT, CAPITAL INVESTMENT AND THE CREDIT CRISIS"

FAVORABLY REPORTED BY Commerce and Exportation, Finance, Revenue and Bonding

EFFECTIVE DATE: 7/1/92

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FISCAL IMPACT STATEMENT - BILL NUMBER SHB 5854

STATE IMPACT Yes, General Obligation Bonds, see below

MUNICIPAL IMPACT None

STATE AGENCY(S) Department of Economic Development, Connecticut Development Authority

	Current FY	1992-93	1993-94
State Cost (savings)	:	:110,000,000 :G.O. Bonds	: :
St Revenue (loss)	:	:	: :
Net St Cost (savings)	:	:	: :
Municipal Impact	:	:	: :

EXPLANATION OF ESTIMATES:

The bill authorizes a total of \$110 million in General Obligation bonds for various economic development bond programs. The interest cost to bond \$110 million over 20 years at 6 3/4% is \$74.25 million.

The bill authorizes \$84 million to be used by the Connecticut Development Authority for purposes of guaranteeing loans and other investments through the Connecticut Works Fund Program.

Further, the bill authorizes \$20 million for loans and local guarantees to be utilized by the Connecticut Development Authority to establish a two-year pilot Small and Medium-Sized Business Line of Credit Program.

In addition, the bill authorizes \$5 million to be used by the Connecticut Development Authority for the Connecticut Capital Access Fund which will provide portfolio insurance to participating financial institutions and assist them in making loans that are somewhat riskier than conventional loans.

Finally, the bill authorizes \$1 million for use by the Connecticut Development Authority for a Regional Revolving Loan Trust Fund.