

**Drafting Number:** LLS 12-0275 **Date:** February 20, 2012

Prime Sponsor(s): Rep. Tyler Bill Status: House Economic & Business Development

Sen. Jahn **Fiscal Analyst:** Jonathan Senft (303-866-3523)

TITLE: CONCERNING APPROPRIATIONS TO MATCH FEDERAL FUNDS FOR SMALL

BUSINESS DEVELOPMENT CENTERS.

Fiscal Impact Summary	FY 2012-2013	FY 2013-2014
State Revenue		
State Expenditures General Fund	Up to \$300,000	Up to \$300,000
FTE Position Change		
Effective Date: Upon signature of the Governor, or upon becoming law without his signature.		
Appropriation Summary for FY 2012-2013: See State Appropriations section.		
Local Government Impact: None.		

## **Summary of Legislation**

This bill matches the federal funds provided to Small Business Development Centers with state general funds of up to \$300,000 per year, for the next two years. If adequate federal funds are available, then the state funds will be distributed to the Office of Economic Development and International Trade (OEDIT), and then redistributed equitably to the Small Business Development Centers for their expenditure, and used to re-establish centers closed since December 2006. Up to 15 percent of the general funds distributed to OEDIT can be used to increase awareness of the centers. Under this bill, OEDIT must report each year to the legislature describing the disbursements, capital formation and any jobs created by the bill. The Small Business Development Center program of OEDIT has receives approximately \$1.5 million in federal funds each year, but may need additional funds in order for this \$300,000 to be drawn.

## **State Expenditures**

This bill increases state expenditures by up to \$300,000 per year, General Fund, in both FY 2012-13 and FY 2013-14. These funds will be appropriated to the Office of Economic Development and International Trade.

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Under this bill, OEDIT will receive general funds, which are then distributed to support Small Business Development Centers. In addition, OEDIT will annually report on the results of this distribution, and may be allocated a portion of these funds to raise program awareness. These duties at OEDIT will require minimal increase in workload, and can be done within existing resources.

## **State Appropriations**

For FY 2012-13, this bill requires an appropriation of \$300,000, General Fund, to the Governor's Office of Economic Development and International Trade.

## **Departments Contacted**

Governor's Office of International Trade