



GOVERNOR'S OFFICE OF  
BUDGET AND PROGRAM PLANNING

## Fiscal Note 2025 Biennium

**Bill information:**

HB0244 - Revise laws governing the housing Montana fund (Fern, Dave )

**Status:** As Introduced

- Significant Local Gov Impact     
  Needs to be included in HB 2     
  Technical Concerns  
 Included in the Executive Budget     
  Significant Long-Term Impacts     
  Dedicated Revenue Form Attached

### FISCAL SUMMARY

	<u>FY 2024</u> <u>Difference</u>	<u>FY 2025</u> <u>Difference</u>	<u>FY 2026</u> <u>Difference</u>	<u>FY 2027</u> <u>Difference</u>
<b>Expenditures:</b>				
General Fund	\$0	\$0	\$0	\$0
Proprietary	\$521,625	\$41,089	\$41,089	\$41,089
<b>Revenue:</b>				
General Fund	\$0	\$0	\$0	\$0
Proprietary	\$6,467	\$14,972	\$14,178	\$13,359
<b>Net Impact-General Fund Balance:</b>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

**Description of fiscal impact:** HB 244 lifts the restriction on the Housing Montana Fund that 50% of the money in the fund be distributed to people with incomes of not more than 50% of the local median family income, and that money transferred to the account pursuant to section 2, Chapter 502, Laws of 2001, be used only for purposes authorized by the temporary assistance for needy families block grant.

### FISCAL ANALYSIS

**Assumptions:**

- Currently there is \$521,625 in the Housing Montana Fund that is restricted for use for purposes authorized by the temporary assistance for needy families' block grant.
- Based on average loan amounts, if the restrictions on the fund were lifted, the \$521,625 would be used to make one additional multi-family housing project loan from the fund.

3. For the purposes of this fiscal note, it is assumed the additional loan would be made on January 1, 2024, with an interest rate of 3.0%, and a term of 16 years. Revenue shown on this fiscal note reflects the interest earned on the loan.
4. Repayments of principal and interest from the loan will be relent as part of the revolving loan fund in subsequent years and are shown in this fiscal note in FY 2025 – FY 2027.

	<u>FY 2024</u> <u>Difference</u>	<u>FY 2025</u> <u>Difference</u>	<u>FY 2026</u> <u>Difference</u>	<u>FY 2027</u> <u>Difference</u>
<b><u>Fiscal Impact:</u></b>				
FTE	0.00	0.00	0.00	0.00
<b><u>Expenditures:</u></b>				
Personal Services	\$0	\$0	\$0	\$0
Operating Expenses	\$521,625	\$41,089	\$41,089	\$41,089
<b>TOTAL Expenditures</b>	<u>\$521,625</u>	<u>\$41,089</u>	<u>\$41,089</u>	<u>\$41,089</u>
<b><u>Funding of Expenditures:</u></b>				
General Fund (01)	\$0	\$0	\$0	\$0
Proprietary (06)	\$521,625	\$41,089	\$41,089	\$41,089
<b>TOTAL Funding of Exp.</b>	<u>\$521,625</u>	<u>\$41,089</u>	<u>\$41,089</u>	<u>\$41,089</u>
<b><u>Revenues:</u></b>				
General Fund (01)	\$0	\$0	\$0	\$0
Proprietary (06)	\$6,467	\$14,972	\$14,178	\$13,359
<b>TOTAL Revenues</b>	<u>\$6,467</u>	<u>\$14,972</u>	<u>\$14,178</u>	<u>\$13,359</u>
<b><u>Net Impact to Fund Balance (Revenue minus Funding of Expenditures):</u></b>				
General Fund (01)	\$0	\$0	\$0	\$0
Other	(\$515,158)	(\$26,117)	(\$26,911)	(\$27,730)

  
Sponsor's Initials

11/19/23  
Date

  
Budget Director's Initials

1-18-23  
Date