

Fiscal Services Division
Legislative Services Agency
Fiscal Note

HF 720 - WEB Program (LSB 1969 HV)

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Fiscal Note Version - New

Description

House File 720 creates the Women Entrepreneurs and Young Professionals in Business Program in the Department of Economic Development, specifies eligibility requirements of the Program, and allows the Department to award up to \$25,000 in financial and technical assistance for each project.

Assumptions

1. The newly created Women Entrepreneurs and Young Professionals in Business Program is similar to two current programs administered by the Department of Economic Development: Targeted Small Business Program and Entrepreneurial Venture Assistance Program.
2. The two current programs together average approximately 47 projects per year. The Women Entrepreneurs and Young Professionals in Business Program could result in a similar number of projects per year. The number of projects that will actually result is unknown. The award each project would receive is unknown. If 47 projects received the maximum award of \$25,000, an appropriation of \$1.2 million per year would be required.
3. The Department of Economic Development would incur administrative costs in implementing the Program of approximately \$140,000 for 2.0 FTE positions including support costs.

Fiscal Impact

House File 720 would result in a General Fund cost of approximately \$140,000 and 2.0 FTE positions annually starting in FY 2006.

The fiscal impact does not include the cost to fund projects under the Program. The Bill does not specify the number of projects that could receive funding, and the number of projects that might result is unknown. The award that each project would receive would be up to the discretion of the Department and would be based on available funding and the number of projects seeking funding. A maximum of \$25,000 per project could be awarded. If the Program resulted in 47 projects annually and each project received the maximum award, an appropriation of \$1.2 million would be required to fund the projects.

Sources

Department of Economic Development
Legislative Services Agency

March 16, 2005

The fiscal note and correctional impact statement for this bill was prepared pursuant to Joint Rule 17 and pursuant to Section 2.56, Code of Iowa. Data used in developing this fiscal note and correctional impact statement are available from the Fiscal Services Division, Legislative Services Agency to members of the Legislature upon request.
