

Fund Source Report

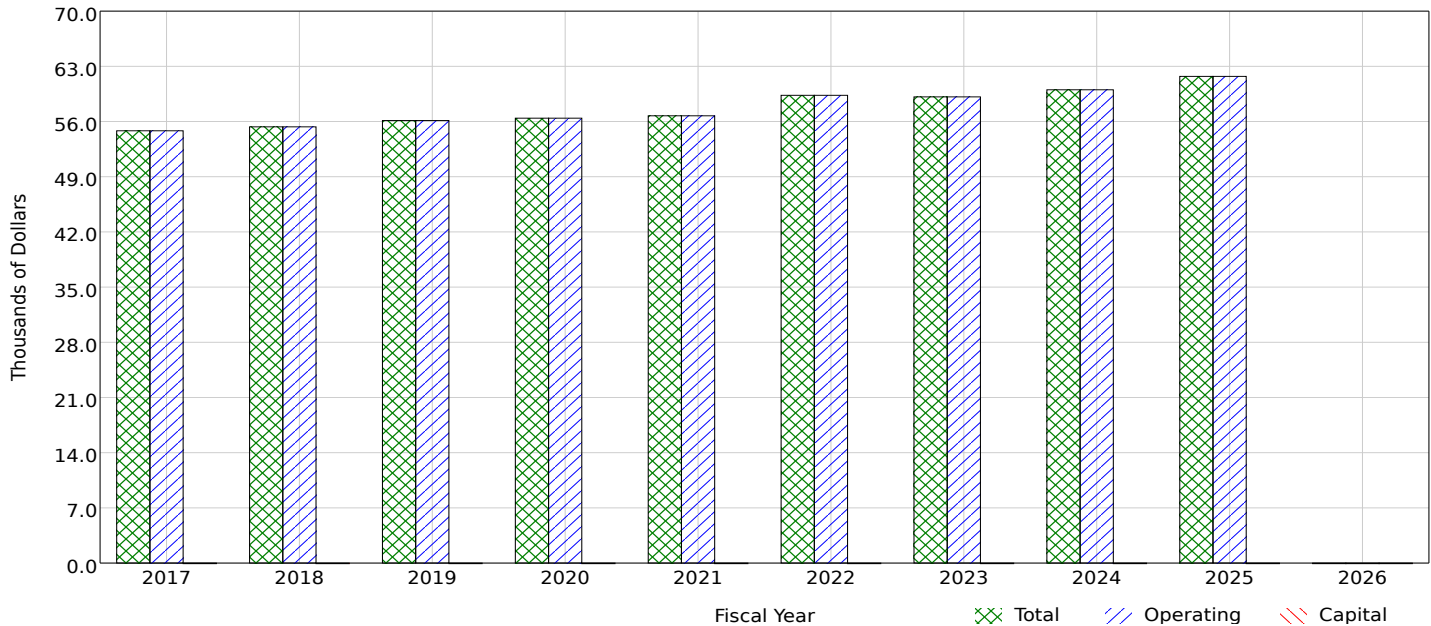
1170

SBED RLF

Small Business Economic Development Revolving Loan Fund

Year Authorized 1987	Year Repealed	Active? Yes	Mental Health? No	Duplicated? No	Fund Group Designated General
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Operating and Capital Appropriations



Legal Authority

AS 44.88.400, AS 44.88.430 and CFDA 11.307 grant number 07-39-03062.01

Source of Revenue

Consists of all money granted to the authority by the U.S. EDA under Title IX of the Public Works and Economic Development Act of 1965, money appropriated, all principal and interest payments, and monies collected from liquidation of loans.

Restrictions on Use

Must be used for the federal project activities for which the federal grant was provided. The loan portfolio must be matched with private funding.

Description and History

Federal grants (\$350.0) from the U.S EDA and general funds (\$250.0) were used to initially capitalize the fund in 1988. Federal grants in 1992 and 1997 (\$450.0 and \$300.0, respectively) plus additional state money (\$200.0 in 1992 and \$100.0 in 1997) provided additional capitalization. Additional capitalization since 1997 is not documented in files at Legislative Finance.

Loan repayments are not classified as federal revenue.

Loan repayments may be used to make additional loans without further appropriation (revolving loan fund). As with other loan funds, some of the earnings (interest) are used to fund the agency's operating appropriation.

Grant conditions limit loans to regions of the state identified by the EDA as being economically depressed. In addition, grant conditions require that the loan portfolio be matched two to one by private funding, although individual loans may have a lower ratio.

The loan fund was not assigned a fund code until FY03, when it began to be used as a funding source for operations.

See

1057 Small Business Revolving Loan Fund