

Fiscal Estimate Narratives

DOR 5/19/2003

LRB Number 03-1074/2	Introduction Number AB-325	Estimate Type Original
Subject Requirements for local referenda to borrow money		

Assumptions Used in Arriving at Fiscal Estimate

Under current law, local governments may be required to seek referendum approval before they can borrow money or issue bonds. There is no requirement that the referendum question include information on the anticipated debt service cost or the number of years until the debt is retired. Under the bill, information on the anticipated debt service cost and the number of years until the debt is retired must be included in referendum questions presented to voters.

It is not possible to reasonably estimate the effect the bill could have on the extent to which voters are more or less likely to approve local government borrowing. Therefore, the fiscal effect is indeterminate.

Long-Range Fiscal Implications