

PREPARED BY: Jeanne Glenn  
 DATE PREPARED: January 30, 2020  
 PHONE: 402-471-0056

**LB 1152**

Revision: 00

**FISCAL NOTE**  
 LEGISLATIVE FISCAL ANALYST ESTIMATE

<b>ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)</b>				
	<b>FY 2020-21</b>		<b>FY 2021-22</b>	
	<b>EXPENDITURES</b>	<b>REVENUE</b>	<b>EXPENDITURES</b>	<b>REVENUE</b>
GENERAL FUNDS	50,000		50,000	
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
<b>TOTAL FUNDS</b>	<b>50,000</b>		<b>50,000</b>	

**Any Fiscal Notes received from state agencies and political subdivisions are attached following the Legislative Fiscal Analyst Estimate.**

LB 1152 would revise sections of law governing the Nebraska Hemp Farming Act and the Nebraska Hemp Commission. The Department of Agriculture notes that no additional funding would be required to carry out LB 1152 if the agency's request for an additional \$200,000 in cash funding is approved by the Legislature. The Appropriations Committee's preliminary recommendation includes the Department's request for increased funding. LB 1152 also includes legislative intent language to provide \$50,000 in General Funds in both FY20-21 and FY21-22 to the Department of Agriculture to supplement the fees collected under the act.

LB 1152 also amends a section of law governing the appointment of members to the Nebraska Hemp Commission. Section 2-517, which governs the creation of the Commission, becomes effective on July 1, 2021. LB 1152 specifies that the members of the Commission be appointed no later than sixty days after the operative date of the section and conduct its first meeting no less than thirty days after the appointment of the Commission. It is estimated that these revisions would have no fiscal impact upon the Commission.

<b>ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY &amp; POLT. SUB. RESPONSE</b>		
LB: 1152	AM:	AGENCY/POLT. SUB: Nebraska Department of Agriculture
REVIEWED BY: Claire Oglesby	DATE: 1/30/20	PHONE: (402) 471-4174
COMMENTS: Concur with Nebraska Department of Agriculture's Fiscal Note.		

Please complete ALL (5) blanks in the first three lines.

**2020**

**LB<sup>(1)</sup> 1152**

**FISCAL NOTE**

State Agency OR Political Subdivision Name: <sup>(2)</sup> Nebraska Department of Agriculture

Prepared by: <sup>(3)</sup> Patty Richard Date Prepared: <sup>(4)</sup> 1/29/2020 Phone: <sup>(5)</sup> 402-471-6821

**ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION**

	<u>FY 2020-21</u>		<u>FY 2021-22</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	\$50,000		\$50,000	
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
<b>TOTAL FUNDS</b>	<u>\$50,000</u>		<u>\$50,000</u>	

**Explanation of Estimate:**

\$310,000 is the projected total costs for the HEMP program in fiscal period 2020-2021. LB 657A adopted in the last year's legislative session included \$110,000. A mid-biennium adjustment to increase cash appropriation by \$200,000 in fiscal years 2019-20 and 2020-21 was submitted which if passed would accommodate the fiscal impact of this bill.

Revenue of \$310,000 is estimated for Fiscal year 2020-2021 and is based on an increase in applications, additional sites for which growers may submit applications and any potential increase in fees allowed by statute to accommodate the cost of the estimated program expenditures.

**BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE**

**Personal Services:**

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2020-21 EXPENDITURES</u>	<u>2021-22 EXPENDITURES</u>
	<u>20-21</u>	<u>21-22</u>		
Benefits.....				
Operating.....			\$50,000	\$50,000
Travel.....				
Capital outlay.....				
Aid.....				
Capital improvements.....				
<b>TOTAL.....</b>			<u>\$50,000</u>	<u>\$50,000</u>