

PREPARED BY: Scott Danigole  
 DATE PREPARED: April 18, 2019  
 PHONE: 471-0055

**LB 585**

Revision: 01

Revised to reflect all amendments adopted to date.

**FISCAL NOTE**  
**LEGISLATIVE FISCAL ANALYST ESTIMATE**

<b>ESTIMATE OF FISCAL IMPACT – STATE AGENCIES</b> (See narrative for political subdivision estimates)				
	<b>FY 2019-20</b>		<b>FY 2020-21</b>	
	<b>EXPENDITURES</b>	<b>REVENUE</b>	<b>EXPENDITURES</b>	<b>REVENUE</b>
GENERAL FUNDS				
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS				

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

LB 585 creates the Renewable Fuel Infrastructure Program.

Section 1 provides definitions for the program.

Section 2 creates the program with the purpose to improve retail motor fuel sites by installing, replacing, or converting ethanol infrastructure to be used to store, blend, or dispense renewable fuel. The program shall function as a grant program administered by the State Energy Office.

Section 3 provides for eligibility of persons and ethanol infrastructure projects.

Section 5 requires the State Energy Office to determine the amount of the grants to be awarded under the program. Applications shall be considered in the order in which they are received and shall be awarded to the maximum number of qualified applicants. The Energy Office may approve up to one million dollars (\$1,000,000) in grants in any calendar year.

The introduced copy of LB 585 included intent language to utilize \$1,000,000 of General Funds to provide grants. The amended copy of the bill strikes this language.

Without a funding source, there is no fiscal impact. If a funding source is identified in future years, the bill's provisions will have some fiscal impact. That will be the total of funds received for grant distribution plus any administrative overhead incurred by the Energy Office.

<b>ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY &amp; POLT. SUB. RESPONSE</b>			
LB: 585	AM: 953 & 1257	AGENCY/POLT. SUB: Nebraska Energy Office	
REVIEWED BY: Claire Oglesby	DATE: 4/12/19	PHONE: (402) 471-4174	
COMMENTS: No basis to disagree with the Nebraska Energy Office.			

<b>ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY &amp; POLT. SUB. RESPONSE</b>			
LB: 585	AM: 953 & 1257	AGENCY/POLT. SUB: Department of Environmental Quality	
REVIEWED BY: Claire Oglesby	DATE: 4/12/19	PHONE: (402) 471-4174	
COMMENTS: Concur with Department of Environmental Quality of no fiscal impact.			

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

**2019**

**LB<sup>(1)</sup> 585, AM953 & AM1257**

**FISCAL NOTE**

State Agency OR Political Subdivision Name: <sup>(2)</sup> Energy Office

Prepared by: <sup>(3)</sup> Dennis Burling Date Prepared: <sup>(4)</sup> 4/12/2019 Phone: <sup>(5)</sup> 402-471-4214

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

	<u>FY 2019-20</u>		<u>FY 2020-21</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	_____	_____	_____	_____
CASH FUNDS	_____	_____	_____	_____
FEDERAL FUNDS	_____	_____	_____	_____
OTHER FUNDS	_____	_____	_____	_____
<b>TOTAL FUNDS</b>	<b>=====</b>	<b>=====</b>	<b>=====</b>	<b>=====</b>

**Explanation of Estimate:**

The bill authorizes the Energy office to set up and administer a grant program for ethanol infrastructure projects at retail motor fuel sites. The administration of this new grant program will require staff time to develop and operate. Additionally, the development of the program, possibly providing an online service to the customers for grant applications would be developed. The office would also have to manage or oversee the 3 year or 5 year agreements. We currently estimate an annual cost to implement and operate around \$50,000.

The bill provides for appropriations made by the Legislature, transfers authorized by the Legislature, grants, and any contributions designated for the purpose of the fund. Currently there is no funding proposed for this program. Our estimates are for the implementation of the program when funding would be made available and an approved appropriation from the Legislature.

**BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE**

**Personal Services:**

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2019-20</u>	<u>2020-21</u>
	<u>19-20</u>	<u>20-21</u>	<u>EXPENDITURES</u>	<u>EXPENDITURES</u>
Staff assistant II	_____	_____	_____	_____
Ethanol Program Manager	_____	_____	_____	_____
Benefits.....	_____	_____	_____	_____
Operating.....	_____	_____	_____	_____
Travel.....	_____	_____	_____	_____
Capital outlay.....	_____	_____	_____	_____
Aid.....	_____	_____	_____	_____
Capital improvements.....	_____	_____	_____	_____
<b>TOTAL.....</b>	<b>_____</b>	<b>_____</b>	<b>_____</b>	<b>_____</b>

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

**2019**

**LB<sup>(1)</sup> 585, AM953 & AM1257**

**FISCAL NOTE**

State Agency OR Political Subdivision Name: <sup>(2)</sup> Environmental Quality

Prepared by: <sup>(3)</sup> Dennis Burling Date Prepared: <sup>(4)</sup> 4/12/2019 Phone: <sup>(5)</sup> 402-471-4214

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

	<u>FY 2019-20</u>		<u>FY 2020-21</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	_____	_____	_____	_____
CASH FUNDS	_____	_____	_____	_____
FEDERAL FUNDS	_____	_____	_____	_____
OTHER FUNDS	_____	_____	_____	_____
<b>TOTAL FUNDS</b>	<b>=====</b>	<b>=====</b>	<b>=====</b>	<b>=====</b>

Explanation of Estimate:

No Fiscal Impact

**BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE**

**Personal Services:**

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2019-20</u>	<u>2020-21</u>
	<u>19-20</u>	<u>20-21</u>	<u>EXPENDITURES</u>	<u>EXPENDITURES</u>
Benefits.....	_____	_____	_____	_____
Operating.....	_____	_____	_____	_____
Travel.....	_____	_____	_____	_____
Capital outlay.....	_____	_____	_____	_____
Aid.....	_____	_____	_____	_____
Capital improvements.....	_____	_____	_____	_____
<b>TOTAL.....</b>	<b>_____</b>	<b>_____</b>	<b>_____</b>	<b>_____</b>

