

PREPARED BY: Clinton Verner
 DATE PREPARED: April 08, 2022
 PHONE: 402-471-0056

LB 977

Revision: 01

Revised to reflect AM2310

FISCAL NOTE
LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)				
	FY 2022-23		FY 2023-24	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS				
CASH FUNDS	See below	See below	See below	See below
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	See below	See below	See below	See below

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

As amended by AM2310, LB977 would amend the Site and Building Development Fund to allow the issuance of grants to any city of the second class which partners with public power utilities for purposes of expanding electrical system capacities and enhancing redundancy and resilience. LB977 provides for a transfer of \$15,000,000 from the Cash Reserve Fund to the Site and Building Development Fund in FY21-22, as such that transfer is not reflected in the above table.

Effect will be: A \$15,000,000 reduction in the Cash Reserve Fund in FY21-22, a corresponding \$15,000,000 revenue increase in the Site and Building Development Fund, and a \$15,000,000 increase in appropriations to the Site and Building Development Fund. As the Site and Building Development fund currently has staff and these funds will not be subject to the infrastructure reporting requirements under the American Rescue Plan Act State Recovery Funds, we concur with the Department of Economic Development that no additional staff will be required.

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

2022

LB⁽¹⁾ 977 AM2310

FISCAL NOTE

State Agency OR Political Subdivision Name: ⁽²⁾ Nebraska Department of Economic Development

Prepared by: ⁽³⁾ Dave Dearthmont Date Prepared: ⁽⁴⁾ 4/7/2022 Phone: ⁽⁵⁾ 402-471-3777

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	<u>FY 2022-23</u>		<u>FY 2023-24</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS				
CASH FUNDS	\$7,500,000	\$15,000,000	\$7,500,000	\$0
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	<u>\$7,500,000</u>		<u>\$7,500,000</u>	<u>\$0</u>

Explanation of Estimate:

LB977, as appropriated by LB2310, seeks to amend the Site and Building Development Act. As amended, the bill would add to the list of activities eligible for grants “grants to any city of the second class which partners with public power utilities for purposes of expanding electrical system capacities and enhancing redundancy and resilience.” As amended, the bill would also transfer \$15 million from the Cash Reserve Fund to the Site and Building Development Fund on or before June 30,2022.

DED assumes that LB977 as amended by AM2310 would result in one additional grant, which can be accomplished with current staff. The department further assumes that the grant would be disbursed 50% in FY2022-23 and 50% in FY2023-24. There would be some additional operating costs for software licensing fees for the department’s grant management software; however, this additional cost would be minimal.

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2022-23</u>	<u>2023-24</u>
	<u>22-23</u>	<u>23-24</u>	<u>EXPENDITURES</u>	<u>EXPENDITURES</u>
Benefits.....				
Operating.....				
Travel.....				
Capital outlay.....				
Aid.....				
Capital improvements.....				
TOTAL.....				