

Revised due to adoption of amendments on Select File

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

<b>ESTIMATE OF FISCAL IMPACT – STATE AGENCIES</b> (See narrative for political subdivision estimates)				
	<b>FY 2024-25</b>		<b>FY 2025-26</b>	
	<b>EXPENDITURES</b>	<b>REVENUE</b>	<b>EXPENDITURES</b>	<b>REVENUE</b>
GENERAL FUNDS				
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
<b>TOTAL FUNDS</b>		See below		See below

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

LB 1413 contains provisions related to funds and funds transfers for mid-biennium budget adjustments. AM2698 contains the appropriations committee recommendation. AM2698 was amended by FA286, which struck a transfer of \$5 million in FY2024-25 from the State Visitors Promotion Fund to the General Fund, and FA254, which limited transfers of interest from the Universal Services Fund to one transfer occurring in FY2024-25.

On Select File, the bill was amended by AM3071, AM3069, and AM3115, which:

- Reduced the transfer from the State Unemployment Insurance Trust Fund to the General Fund to \$30 million and transferred \$40 million from the State Unemployment Insurance Trust Fund to the newly created Workforce Development Program Fund.
- Reduced the transfer from the Cash Reserve Fund to the Health and Human Services Cash Fund from \$10 million to \$3.5 million;
- Transferred \$2.5 million from the Cash Reserve Fund to the NCCF for repairs at the Nebraska Correctional Center for Women in York;
- Amended the amounts of the transfers from the Affordable Housing Trust Fund to the Rural Workforce Housing Fund and the Middle Income Housing Fund to be each \$12.5 million;
- Amended provisions related to the State Settlement Fund, Financial Literacy Fund, State Unemployment Insurance Trust Fund, and created the Workforce Development Program Fund; and
- Amended unemployment tax provisions for tax credited to the State Unemployment Insurance Trust Fund.

As amended, the bill contains the following transfers:

<b>Transfers to and from the General Fund</b>	<b>FY23-24</b>	<b>FY24-25</b>
Universal Services Fund (interest)	0	interest
Records Management Cash Fund	\$3,000,000	0
Charitable Gaming Operations Fund	\$7,000,000	\$1,500,000
Civic and Community Center Fund	0	\$4,000,000
State Visitors Promotion Fund	0	0
Water Recreation Enhancement Fund	\$6,500,000	0
Revenue Enforcement Fund	\$4,000,000	\$1,000,000
Contractor/PEO Reg Cash Fund	\$1,000,000	0
Dept of Motor Vehicles Cash Fund	\$1,166,542	\$526,716
Site and Building Development Fund	\$9,000,000	0
Job Training Cash Fund	\$2,600,000	0
State Unemployment Insurance Trust	\$30,000,000	0
Employment Security Contingency	\$2,500,000	\$2,500,000
Training and Support Fund	\$1,000,000	0
Behavioral Health Services Cash	\$11,000,000	\$2,000,000
Health and Human Services Cash	\$14,750,000	\$1,750,000
HHS Prof/Occupational Credentialing	\$7,000,000	0
<b>Total</b>	<b>\$100,516,542</b>	<b>\$13,276,716</b>

<b>Transfers to and from the Cash Reserve Fund</b>	<b>FY23-24</b>	<b>FY24-25</b>
STARWARS Lake Lapse - JEDI Fund	\$28,000,000	0
COVID-19 Cash Fund - FEMA Reimbursement	\$13,841,000	0
NCCF - Crime Lab	(\$2,249,755)	0
NCCF - Troop A Building Savings	\$18,200,000	0
NCCF – NCCW – York	0	(\$2,500,000)
NCCF – State Capitol 5 <sup>th</sup> Floor	0	(\$1,500,000)
Public Safety Communications Revolving	0	(\$2,425,000)
Health and Human Services Cash	0	(\$3,500,000)
State Insurance Fund	(\$3,250,000)	(\$5,000,000)
General Fund	0	(\$3,000,000)
<b>Total</b>	<b>\$54,541,245</b>	<b>(\$17,925,000)</b>

#### **New Cash Fund Transfers**

<b>From Fund:</b>	<b>To Fund:</b>	<b>FY23-24</b>	<b>FY24-25</b>
JEDI Fund	Roads Operation Cash Fund	\$50,000,000	0
State Unemployment Trust Fund	Workforce Development Fund	\$40,000,000	0
Affordable Housing Fund	Rural Workforce Housing Fund	0	\$12,500,000
Affordable Housing Fund	Middle Income Workforce Housing Fund	0	\$12,500,000
State Settlement Cash Fund	Financial Literacy Cash Fund	0	\$500,000
Innovative Grant Fund	Education Future Fund	\$7,000,000	\$5,000,000
Prof Practices Commission Fund	Education Future Fund	\$500,000	0
<b>Total</b>		<b>\$97,500,000</b>	<b>\$30,500,000</b>

In addition to transfers authorized in LB 1413, the bill includes the following provisions:

- Creates the Commission on African American Affairs Cash Fund;
- Creates the Museum Construction and Maintenance Fund;
- Amends provisions related to the following funds to allow the transfers included in the bill:
  - Affordable Housing Trust Fund;
  - Education Improvement Fund;
  - Prof Practices Commission Fund;
  - Universal Services Fund;
  - Employment Security Contingency Fund;
  - State Unemployment Insurance Trust Fund;
  - Training and Support Cash Fund;
  - Behavioral Health Housing Fund;
  - Jobs and Economic Development Fund;
  - Water Recreation Enhancement Fund;
  - State Settlement Fund;
  - Job Training Fund; and
  - Site and Building Development Fund;
- Amends the transfer from the Tobacco Settlement Trust Fund to the Health Care Cash Fund to reduce the amount by \$2.5 million in FY24-25 and \$1.25 million for each year thereafter;
- Amends the Military Base Development and Support Fund to rename the fund and change permitted uses of the fund;
- Amends the Medicaid Managed Care Excess Profit Fund to allow use for evidence-based early intervention home visitation programs;
- Amends the Lead Service Line Cash Fund to provide for additional uses and define terms;
- Amends requirements related to the Game and Parks Commission to provide for grants to a federally recognized Indian tribe to construct, develop, and manage a museum and visitor center honoring Chief Standing Bear. The section also amends intent language to clarify funds will be from the Museum Construction and Maintenance Fund, to strike language related to staffing by the Commission, and to strike language related to a memorandum of understanding or contract with the Nebraska State Historical Society for these purposes;
- Amends language related to the categories of Site and Building Development Fund grants to clarify that a certain category of grant is to a city of the first class located in the third congressional district;
- Amends the Business Innovation Act to allow for two categories of planning grants;
- Amends the Shovel-Ready Capital Recovery and Investment Act to allow an additional category of qualified nonprofit and to extend the application deadline from July 1, 2024, to September 1, 2024;
- Amends the Economic Recovery Contingency Fund to allow transfers to the Museum Construction and Maintenance Fund and to transfer \$750,000 in FY2024-25 and \$15 million in FY2025-26 from the Economic Recovery Contingency Fund to the Museum Construction and Maintenance Fund; and
- Authorizes the Auditor of Public Accounts to continue to exercise exclusive authority to perform, or cause to be performed, the Statewide Single Audit for Federal Funds, including federal ARPA Coronavirus State Fiscal Recovery Funds.

The bill contains the emergency clause.