

FISCAL NOTE
LEGISLATIVE FISCAL ANALYST ESTIMATE

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

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

LB29 would direct the Nebraska Department of Aeronautics to sell the state-owned 2014 King Air C90GTx. The bill directs the proceeds of the aircraft sale and the savings for not owning the plane to the General Fund for property tax relief aid. Additionally, LB29 would place in statute that the Governor and the Governor's staff would be required to only travel by aircraft when such state business relates to an immediate response to a natural disaster or military emergency. This bill contains an emergency clause.

Expenditures:

There would likely be a decrease in expenditures associated with this bill. Hanger rent, maintenance, insurance, electronic databases, PSL, etc., would be considered a savings to the Aeronautics Cash Fund.

Note, this decrease in expenditures would not convert into a General Fund savings, as these are paid with cash funds required by the Federal Aviation Administration to be kept within the Division of Aeronautics. These expenses have not been paid with General Funds. The Aeronautics Cash Fund includes federal funds and revenue generated from billing for use of the state-owned aircraft. The FAA requires this revenue generated to be spent within the Nebraska Division of Aeronautics. Any divergence of these funds to the General Fund would require a prior approval from the FAA, or risk the loss of federal funding.

Revenues:

For purposes of this fiscal note, similar aircraft sell between \$2,000,000 to \$3,000,000. Actual revenues would vary based on the final sales price. There would likely be a cost associated with selling/auctioning the aircraft, which would be deducted from the sale proceeds. Profits from the sale price would go to the General Fund in FY24/25 (the initial purchase of the aircraft was funded by the Legislature with a General Fund appropriation).

The Governor's office has estimated a minimal fiscal impact if LB66 were to pass. There is no basis to disagree with this.

Due to time constraints, the Nebraska Division of Aeronautics was unable to provide an estimate to meet the deadline for publishing the fiscal note prior to the hearing. This fiscal note will be revised to include any additional information received.

Note: Other agencies such as the Department of Agriculture, Department of Economic Development, Lt. Governor's Office, Nebraska Attorney General, Nebraska Department of Health and Human Services, Nebraska Department of Transportation, Nebraska Department of Transportation – Aeronautics, Nebraska Department of Veteran Affairs, Nebraska Emergency Management, Nebraska Game and Parks Commission, Nebraska State College System, etc. like would also be affected by having to seek alternative means of timely transportation. These agencies were not asked for a fiscal impact, but would likely have a minimal impact.

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE		
LB: 29	AM:	AGENCY/POLT. SUB: Governor's Office
REVIEWED BY: Joe Massey	DATE: 7/30/2024	PHONE: (402) 471-4181
COMMENTS: The Governor's Office assessment of minimal fiscal impact from LB 29 appears reasonable.		

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

2024

LB⁽¹⁾ 29

FISCAL NOTE

State Agency OR Political Subdivision Name: ⁽²⁾ Governor's Office

Prepared by: ⁽³⁾ Kenny Zoeller Date Prepared: ⁽⁴⁾ 7/29/2024 Phone: ⁽⁵⁾ 402-471-2533

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	<u>FY 2024-25</u>		<u>FY 2025-26</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	_____	_____	_____	_____
CASH FUNDS	_____	_____	_____	_____
FEDERAL FUNDS	_____	_____	_____	_____
OTHER FUNDS	_____	_____	_____	_____
TOTAL FUNDS	=====	=====	=====	=====

Explanation of Estimate:
LB29 has a de minimis impact on the Governor's Office.

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2024-25</u>	<u>2025-26</u>
	<u>24-25</u>	<u>25-26</u>	<u>EXPENDITURES</u>	<u>EXPENDITURES</u>
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Benefits.....	_____	_____	_____	_____
Operating.....	_____	_____	_____	_____
Travel.....	_____	_____	_____	_____
Capital outlay.....	_____	_____	_____	_____
Aid.....	_____	_____	_____	_____
Capital improvements.....	_____	_____	_____	_____
TOTAL.....	_____	_____	_____	_____