

Revised due to adoption of amendments on General File

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

<b>ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)</b>				
	<b>FY 2024-25</b>		<b>FY 2025-26</b>	
	<b>EXPENDITURES</b>	<b>REVENUE</b>	<b>EXPENDITURES</b>	<b>REVENUE</b>
GENERAL FUNDS		\$22,250,000		\$78,750,000
CASH FUNDS		\$2,250,000		(\$68,750,000)
FEDERAL FUNDS				
OTHER FUNDS		(\$25,000,000)		(\$10,000,000)
TOTAL FUNDS		\$0		\$0

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

The committee amendment, AM41, replaces the bill. The amendment contains the Appropriations Committee's adjustments fund transfers, uses of funds, and crediting investment earnings for funds. AM41 was amended on General File by AM116 and FA131.

The bill contains transfers to the General Fund from the Health and Human Services Cash Fund, the Securities Act Cash Fund, the Department of Insurance Cash Fund, and the Tobacco Products Administration Cash Fund. The bill transfers funds from the Cash Reserve Fund to the Governor's Emergency Program Fund and includes intent to transfer funds to the General Fund in FY2026-27. As amended by AM41, the bill does not amend any fees related to programs administered by the Department of Agriculture and State Fire Marshal, as contained in the introduced bill.

As amended by AM41, the bill does not include the provision from the introduced bill, which credited all cash and revolving fund investment earnings to the General Fund, subject to certain exceptions. Rather, AM41 amends certain cash and revolving funds to include language that the investment earnings will be credited to the General Fund beginning October 1, 2024.

Section 1 transfers \$6.5 million from the Health and Human Services Cash Fund to the General Fund in FY2024-25.

Section 2 adds that beginning October 1, 2024, investment earnings to the Financial Institution Assessment Cash Fund will be credited to the General Fund.

Section 3 transfers \$36 million in FY26, \$32 million in FY27, \$32 million in FY28, and \$32 million in FY29 from the Securities Act Cash Fund to the General Fund.

Section 4 adds that beginning October 1, 2024, investment earnings to the Racing and Gaming Commission's Racetrack Gaming Fund will be credited to the General Fund.

Section 5 adds that beginning October 1, 2024, investment earnings to the Civic and Community Center Financing Fund will be credited to the General Fund.

Section 6 adds that beginning October 1, 2024, investment earnings to the Game and Parks Commission Capital Maintenance Fund will be credited to the General Fund.

Section 7 adds that beginning October 1, 2024, investment earnings to the Game and Parks Commission Improvement and Maintenance Fund will be credited to the General Fund.

Section 8 adds that beginning October 1, 2024, investment earnings to the State Park Cash Revolving Fund will be credited to the General Fund.

Section 9 adds that beginning October 1, 2024, investment earnings to the Trail Development and Maintenance Fund will be credited to the General Fund.

Section 10 adds that beginning October 1, 2024, investment earnings to the Water Recreation Enhancement Fund will be credited to the General Fund.

Section 11 adds that beginning October 1, 2024, investment earnings to the Professional and Occupational Credentialing Cash Fund will be credited to the General Fund.

Section 12 adds that beginning October 1, 2024, investment earnings to the State Recreation Road Fund will be credited to the General Fund.

Section 13 transfers \$14 million in FY26, \$11 million in FY27, \$11 million in FY28, and \$11 million in FY29 from the Department of Insurance Cash Fund to the General Fund.

Section 14 adds that beginning October 1, 2024, investment earnings to the Workers' Compensation Claims Revolving Fund will be credited to the General Fund.

Section 15 adds that beginning October 1, 2024, investment earnings to the Employment Security Special Contingent Fund will be credited to the General Fund.

Section 16 adds that beginning October 1, 2024, investment earnings to the Military Installation Development and Support Fund will be credited to the General Fund.

Section 17 adds that beginning October 1, 2024, investment earnings to the State Settlement Cash Fund will be credited to the General Fund.

Section 18 adds that beginning October 1, 2024, investment earnings to the Motor Carrier Services System Replacement and Maintenance Fund will be credited to the General Fund.

Section 19 adds that beginning October 1, 2024, investment earnings to the Vehicle Title and Registration System Replacement and Maintenance Cash Fund will be credited to the General Fund.

Section 20 adds that beginning October 1, 2024, investment earnings to the Operator's License Services System Replacement and Maintenance Fund will be credited to the General Fund.

Section 21 adds that beginning October 1, 2024, investment earnings to the Department of Motor Vehicles Cash Fund will be credited to the General Fund.

Section 22 amends permitted uses of the Water Resources Cash Fund to allow the fund to be expended in any area that has adopted an integrated management plan for certain actions, including development and implementation of a plan and the purposes of the Resilient Soils and Water Quality Act.

Section 23 adds that beginning October 1, 2024, investment earnings to the Water Sustainability Fund will be credited to the General Fund.

Section 24 adds that beginning October 1, 2024, investment earnings to the Jobs and Economic Development Cash Fund will be credited to the General Fund.

Section 25 adds that beginning October 1, 2024, investment earnings to the Medicaid Managed Care Excess Profit Fund will be credited to the General Fund.

Section 26 adds that beginning October 1, 2024, investment earnings to Board of Educational Lands and Funds Administration Cash Fund will be credited to the General Fund.

Section 27 adds that beginning October 1, 2024, investment earnings to the Grade Crossing Protection Fund will be credited to the General Fund.

Section 28 transfers \$9 million in FY26, \$9 million in FY27, \$9 million in FY28, and \$9 million in FY29 from the Tobacco Products Administration Cash Fund to the General Fund.

Section 29 adds that beginning October 1, 2024, investment earnings to the Department of Revenue Enforcement Fund will be credited to the General Fund.

Section 30 adds that beginning October 1, 2024, investment earnings to the School Safety and Security Fund will be credited to the General Fund.

Section 31 adds that beginning October 1, 2024, investment earnings to the Building Renewal Allocation Fund will be credited to the General Fund.

Section 32 adds that beginning October 1, 2024, investment earnings to the Governor's Emergency Cash Fund will be credited to the General Fund.

Section 33 adds that beginning October 1, 2024, investment earnings to the State Insurance Fund will be credited to the General Fund.

Section 34 adds that beginning October 1, 2024, investment earnings to the Transportation Services Bureau Revolving Fund will be credited to the General Fund.

Section 35 adds that beginning October 1, 2024, investment earnings to the State Building Revolving Fund will be credited to the General Fund.

Section 36 adds that beginning October 1, 2024, investment earnings to the Accounting Division Revolving Fund will be credited to the General Fund.

Section 37 adds that beginning October 1, 2024, investment earnings to the Information Management Revolving Fund will be credited to the General Fund. This section also amends responsibilities of the information management services administrator to provide for a system of charges for services rendered by the information management services division or the Nebraska Information Technology Commission and amends the permitted uses of the Information Management Revolving Fund to allow for expenses for the operation of the Nebraska Information Technology Commission.

Section 38 adds that beginning October 1, 2024, investment earnings to the Communications Revolving Fund will be credited to the General Fund.

Section 39 adds that beginning October 1, 2024, investment earnings to the Nebraska Rural Projects Fund will be credited to the General Fund.

Section 40 adds that beginning October 1, 2024, investment earnings to the Shovel-Ready Capital Recovery and Investment Fund will be credited to the General Fund.

Section 41 adds that beginning October 1, 2024, investment earnings to the Nebraska Litter Reduction and Recycling Fund will be credited to the General Fund.

Section 42 adds that beginning October 1, 2024, investment earnings to the Nebraska Environmental Trust Fund will be credited to the General Fund.

Section 43 adds that beginning October 1, 2024, investment earnings to the HCBS Enhanced FMAP Fund will be credited to the General Fund.

Section 44 adds that beginning October 1, 2024, investment earnings to the State Visitors Promotion Cash Fund will be credited to the General Fund.

Section 45 in AM41 adds that beginning October 1, 2024, investment earnings to the Correctional Industries Revolving Fund will be credited to the General Fund. This section was stricken on General File by FA131.

Section 46 in AM41 adds that beginning October 1, 2024, investment earnings to the Department of Correctional Services Facility Cash Fund will be credited to the General Fund. This section was stricken on General File by FA131.

Section 47 transfers \$25 million in FY24-25 and \$10 million in FY25-26 from the Cash Reserve Fund to the Governor's Emergency Cash Fund. The section also includes intent to transfer \$200 million from the Cash Reserve Fund to the General Fund in FY26-27, provided that, after accounting for the transfers, the balance of the Cash Reserve Fund on July 1, 2026, is not below sixteen percent of the amount appropriated, excluding encumbered and certified reappropriations, from the General Fund for fiscal year 2026-27.

Section 48 adds that beginning October 1, 2024, investment earnings to the Records Management Cash Fund will be credited to the General Fund.

Section 49 adds that beginning October 1, 2024, investment earnings to the Community College Gap Assistance Program Fund will be credited to the General Fund.

Section 50 adds that beginning October 1, 2024, investment earnings to the Universal Services Fund, after accounting for any transfer to the 211 Cash Fund of investment earnings, will be credited to the General Fund. On General File, this section was amended by AM116 to end the crediting of investment earnings to the General Fund on June 30, 2027.

Section 51 repeals the original sections, and Section 52 is the emergency clause.

The fiscal impact of LB 3 to the General Fund revenue is as follows:

	FY24-25	FY25-26	FY26-27
LB 3 investment earnings	15,750,000	21,750,000	21,750,000
LB 3 Cash Fund transfers to General Fund	6,500,000	57,000,000	48,000,000
LB 3 Cash Reserve Fund transfer intent language	0	0	200,000,000
TOTAL	22,250,000	78,750,000	269,750,000