

Revised to reflect AM1222

FISCAL NOTE
LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)				
	FY 2023-24		FY 2024-25	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS	\$545,000,000			
CASH FUNDS	See below			
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	\$545,000,000			

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

LB531 as amended by AM1128:

- Amends the Shovel-Ready Capital Recovery and Investment Fund (SRCRIF) to expand the eligible use to include grants to an entity formed pursuant to the Interlocal Cooperation Act to fund a portion of constructing a wastewater system;
- Appropriates \$15,000,000 from the SRCRIF for FY23-24;
- Creates a definition for Economic Redevelopment Area under the act;
- Sets priority of grant awards under the act;
- Increases the grant floor for the business park from sixty million to one hundred million dollars;
- Has investment earning of the Economic Recovery Contingency Fund earn interest on and after July 1, 2023;
- Creates intent to appropriate \$365,000,000 dollars from the General Fund to the Department of Economic Development to carry out the Economic Recovery Act;
- Sets a schedule for interest earned by ARPA funds to be transferred to the Economic Recovery Contingency Fund;
- Creates the North and South Omaha Recovery Grant Program, sets priority, and directs the Department of Economic Development to award additional grants for the following:
 - o Not to exceed \$20,000,000 for creating a museum;
 - o Not to exceed \$20,000,000 to federally qualified health centers;
 - o Not to exceed \$15,000,000 for contracted services for program management;
- Creates a transfer of \$365,000,000 from the Cash Reserve Fund to the General Fund as soon as administratively possible after the effective date of this act;
- Creates a transfer of \$15,000,000 from the Cash Reserve Fund to SRCRIF.
- Requires the Department of Natural Resources to award a grant of \$180,000,000 to a city of the primary class and sets grant eligibility.

As the transfers would occur in FY22-23 it is not reflected in the above table. There is no funding source for the \$180,000,000 for the Department of Natural Resources in this legislation, as such our office presumes General Funds.

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE		
LB: 531	AM: 1222	AGENCY/POLT. SUB: Department of Natural Resources
REVIEWED BY: Neil Sullivan	DATE: 4/21/2023	PHONE: (402) 471-4179
COMMENTS: No basis to disagree with the Department of Natural Resources assessment of fiscal impact from LB 531 as amended by AM 1222. A federal appropriation could be articulated in an appropriation bill though an offsetting decrease in federal appropriation would also be required for ARPA-CSFR funds.		

LB 531 AM1222

FISCAL NOTE

State Agency OR Political Subdivision Name: (2) Natural Resources

Prepared by: (3) Ron This Date Prepared: (4) 4/12/23 Phone: (5) 401 471 0577

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

Table with 4 columns: Fund Type, FY 2023-24 EXPENDITURES, FY 2023-24 REVENUE, FY 2024-25 EXPENDITURES, FY 2024-25 REVENUE. Rows include GENERAL FUNDS, CASH FUNDS, FEDERAL FUNDS, OTHER FUNDS, and TOTAL FUNDS.

Explanation of Estimate:

Sec. 9 of AM1222 requires the Department to provide a grant of \$180,000,000 to a city of the primary class for costs related to drinking water. AM1222 has the emergency clause AM1222 does not specify the source of funds for the grant and no transfers to the Department are identified so necessary funds are shown as General Fund impact.

Section 9 of AM 1222 states "The department shall develop criteria and procedures that are consistent with projects and eligibility listed in 40 C.F.R 35.3520." This federal section is the Drinking Water State Revolving Fund which is administered by the Department of Environment and Energy (DEE) on the state level.

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Table with 5 columns: Position Title, Number of Positions (23-24, 24-25), 2023-24 EXPENDITURES, 2024-25 EXPENDITURES. Rows include Personal Services, Benefits, Operating, Travel, Capital outlay, Aid, Capital improvements, and TOTAL.