

FISCAL NOTE
LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)				
	FY 2016-17		FY 2017-18	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS				
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS				

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

LB 1012 is the Property Assessed Clean Energy Act.

Sections 2 and 3 provide Legislative findings and definitions, respectively.

Section 4 permits municipalities to create one or more clean energy assessment districts. The municipality’s governing body shall be the governing body of the district(s).

Section 5 allows municipalities to enter into contracts with the record owner of a qualifying property within a district to finance an energy project on the qualifying property. The contract may provide for the repayment of all such costs through assessments upon the qualifying property benefited by the project. Under section 6, an assessment, including any interest on the assessment and any penalty, constitutes a PACE lien against the property until the assessment, including any interest and penalty, is paid in full.

Section 7 allows a municipality to issue bonds to finance energy projects undertaken pursuant to a contract entered into under the Property Assessed Clean Energy Act. These bonds shall not be general obligation bonds, but shall be secured by one or more of the following:

1. Payments of assessments on benefited qualifying property within the clean energy assessment district or districts
2. Reserves established by the municipality from grants, bond proceeds, or other sources
3. Municipal bond insurance, lines or letters of credit, public or private guaranties, standby bond purchase agreements, collateral assignments, mortgages, and any other available means of providing credit support or liquidity

No fiscal impact to the state.