

PREPARED BY: Clinton Verner
 DATE PREPARED: February 2, 2022
 PHONE: 402-471-0056

LB 1071

Revision: 00

FISCAL NOTE
LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)				
	FY 2022-23		FY 2023-24	
	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.

LB1071 appropriates \$30,000,000 in FY21-22 in General Funds to the Nebraska Department of Economic Development’s program 601 for the purpose of issuing grants under the “grant program described in section 81-1229”.

This would normally carry a fiscal impact of \$30,000,000. However, the authority under 81-1229 ends in FY20-21 and the appropriation occurs in FY21-22. Funds cannot be expended. NFI.

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE			
LB: 1071	AM:	AGENCY/POLT. SUB: Department of Economic Development	
REVIEWED BY: Patrick Redmond		DATE: 2/2/2022	PHONE: (402) 471-4181
COMMENTS: The Department of Economic Development assessment of fiscal impact from LB 1071 appears reasonable.			

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2022

LB⁽¹⁾ 1071

FISCAL NOTE

State Agency OR Political Subdivision Name: ⁽²⁾ Nebraska Department of Economic Development

Prepared by: ⁽³⁾ Dave Dearmont Date Prepared: ⁽⁴⁾ 1/31/2022 Phone: ⁽⁵⁾ 402-471-3777

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	<u>FY 2022-23</u>		<u>FY 2023-24</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	\$0	(\$30,000,000)		
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	<u>\$0</u>	<u>(\$30,000,000)</u>		

Explanation of Estimate:

LB 1071 would appropriate \$30 million from the General Fund for fiscal year 2021-22 to the Department of Economic Development for the purpose of awarding grants for rural workforce housing pursuant to the Rural Workforce Housing Investment Act. The General Fund appropriation itself is entirely for “state aid, which shall only be used for such purpose.”

The bill appears to bypass the Rural Workforce Housing Investment Fund created by LB518 in 2017. This cash fund ends on 7/1/2022, with any remaining funds to be transferred to the Affordable Housing Trust Fund. DED also loses the cash fund appropriation from the Rural Workforce Housing Investment Fund on 7/1/22. With the end of the Workforce Housing Investment Act, the ability of the department to hire staff for the program also ends. Therefore, LB1071 would have no impact on the department or its operations.

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2022-23</u>	<u>2023-24</u>
	<u>22-23</u>	<u>23-24</u>	<u>EXPENDITURES</u>	<u>EXPENDITURES</u>
Benefits.....				
Operating.....				
Travel.....				
Capital outlay.....				
Aid.....				
Capital improvements.....				
TOTAL.....				