

**FISCAL NOTE**  
 LEGISLATIVE FISCAL ANALYST ESTIMATE

<b>ESTIMATE OF FISCAL IMPACT – STATE AGENCIES</b> (See narrative for political subdivision estimates)				
	<b>FY 2022-23</b>		<b>FY 2023-24</b>	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS				
CASH FUNDS		See below		
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS		See below		

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

LB1088 amends the Nebraska Transformational Projects Act in the following ways:

- Allows for the fund to receive transfers;
- Transfers \$300,000,000 from the Cash Reserve Fund before FY23-24; and
- Strikes and replaces language that transfers cannot occur before FY25-26 with language that expenditures cannot occur before FY25-26.

LB 1088 also provides for a \$300 million transfer from the Cash Reserve Fund to the Nebraska Transformational Projects fund on or before June 30, 2023.

The University of Nebraska and the Department of Economic Development anticipate no costs this biennium.

<b>ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY &amp; POLT. SUB. RESPONSE</b>			
LB:	1088	AM:	AGENCY/POLT. SUB: University of Nebraska
REVIEWED BY:	Gary Bush	DATE:	2/1/22 PHONE: (402) 471-4161
COMMENTS: Agree with University that the bill transfers \$300 million from the Cash Reserve Fund to the Nebraska Transformational Project Fund. The bill provides no appropriations to utilize this level of funding.			

<b>ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY &amp; POLT. SUB. RESPONSE</b>			
LB:	1088	AM:	AGENCY/POLT. SUB: Nebraska Department of Economic Development
REVIEWED BY:	Gary Bush	DATE:	2/2/22 PHONE: (402) 471-4161
COMMENTS: Agree with agency on their estimate of no fiscal impact. The transfer that is being provided by the bill is from the Cash Reserve Fund, which results in a General Fund revenue reduction that is offset by a cash fund revenue increase.			

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

**LB <sup>(1)</sup> 1088 Change provisions relating to the Nebraska Transformational Project Fund FISCAL NOTE**

State Agency OR Political Subdivision Name:<sup>(2)</sup> University of Nebraska System

Prepared by:<sup>(3)</sup> Chris Kabourek Date Prepared:<sup>(4)</sup> 01/27/2022 Phone:<sup>(5)</sup> (402) 472-7102

**ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION**

	FY 2022-23		FY 2023-24	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS	0.00	0.00	0.00	0.00
CASH FUNDS	0.00	0.00	0.00	0.00
FEDERAL FUNDS	0.00	0.00	0.00	0.00
OTHER FUNDS	0.00	0.00	0.00	0.00
TOTAL FUNDS	0.00	0.00	0.00	0.00

Explanation of Estimate:

LB1088 relates to the Nebraska Transformational Project Fund.

LB1088 states "It is the intent of the Legislature that the State Treasurer shall transfer an amount not to exceed three hundred million dollars to the Nebraska Transformational Project Fund on or before June 30, 2023. No funds shall be expended from the Nebraska Transformational Project Fund unless the applicant has been selected for participation in the program described in Title VII, Subtitle C, section 740 of Public Law 116-92 and commitments totaling one billion three hundred million dollars in total investment, including only federal dollars and private donations, have been secured. In no case shall any expenditure occur before fiscal year 2025-26 or before the total amount of refundable credits granted annually under the Nebraska Property Tax Incentive Act reaches three hundred seventy-five million dollars. Distributions shall only be made from the fund in amounts equal to the amount of private dollars received by the applicant for the project."

The University of Nebraska System, on behalf of the UNMC campus, intends to apply for these funds by the required deadline. At this time, we project that there will be no fiscal impact in FY 2022-23 or FY 2023-24.

**BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE**

Personal Services:

POSITION TITLE	NUMBER OF POSITIONS		2022-23	2023-24
	22-23	23-24	EXPENDITURES	EXPENDITURES
	0	0		
	0	0		
Benefits.....				
Operating.....				
Travel.....				
Capital outlay.....				
Aid.....				
Capital improvements.....				
TOTAL.....				

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

**2022**

**LB<sup>(1)</sup> 1088**

**FISCAL NOTE**

State Agency OR Political Subdivision Name: <sup>(2)</sup> Nebraska Department of Economic Development

Prepared by: <sup>(3)</sup> Dave Dearmont Date Prepared: <sup>(4)</sup> 1/31/2022 Phone: <sup>(5)</sup> 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	_____	_____	_____	_____
CASH FUNDS	_____	\$300,000,000	_____	_____
FEDERAL FUNDS	_____	_____	_____	_____
OTHER FUNDS	_____	_____	_____	_____
<b>TOTAL FUNDS</b>	<u>_____</u>	<u>\$0</u>	<u>_____</u>	<u>_____</u>

**Explanation of Estimate:**

LB1088 seeks to change provisions relating to appropriations and transfers of funds relating to the Nebraska Transformational Project Act. The bill changes the sources of funding for the Nebraska Transformational Project Fund from “appropriations from” the Legislature to “transfers authorized by the Legislature,” specifies that no expenditure from the cash fund occur before fiscal year 2025-26, and requires the State Treasurer to transfer \$300 million dollars from the Cash Reserve to the Nebraska Transformational Project Cash Fund on or before June 30, 2023.

The provisions of LB1088 would not change any duties or responsibilities for DED under the act and would have no impact on departmental resources.

**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.....	_____	_____	_____	_____
<b>TOTAL.....</b>	_____	_____	_____	_____