

FISCAL NOTE
LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)				
	FY 2024-25		FY 2025-26	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS		See below		See below
CASH FUNDS	See below		See below	See below
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	See below		See below	See below

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

LB49 creates the Aid to Municipalities Act which is to provide state aid to municipalities in the form of grants to pay for infrastructure projects. The Act is to be administered by the Department of Economic Development.

Municipalities may apply for a grant by submitting an application to the Department of Economic Development. The application must include the amount of grant funds requested and a description of the infrastructure project to be funded by the grant. The Department of Economic Development may approve applications within the limits of available appropriations, excepting that no grant shall exceed \$10 million.

This legislation creates the Aid to Municipalities Cash Fund, which shall be used to make grants and defray administrative costs. General Fund impact is entirely dependent upon what the legislature deems to transfer to the Aid to Municipalities Cash Fund each fiscal year. Using the assumption of \$10,000,000 (the grant limit outlined by LB49) we assume Cash Fund expenditures to be \$10,000,000 per annum, resulting from a transfer to the Cash Fund from the General Fund.