

PREPARED BY: Jeanne Glenn  
 DATE PREPARED: February 25, 2013  
 PHONE: 402-471-0056

# LB 514

Revision: 00

## FISCAL NOTE

LEGISLATIVE FISCAL ANALYST ESTIMATE

<b>ESTIMATE OF FISCAL IMPACT – STATE AGENCIES</b> (See narrative for political subdivision estimates)				
	<b>FY 2013-14</b>		<b>FY 2014-15</b>	
	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 514 would allow for the creation of a linked deposit system under the Wastewater Treatment Facilities Construction Assistance Act. It is estimated that the Department of Environmental Quality could carry out provisions of LB 514 using existing staff.

ADMINISTRATIVE SERVICES-STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSES			
LB: 514	AM:	AGENCY/POLT. SUB: Nebraska Investment Council	
REVIEWED BY: Cindy Miserez		DATE: 1/30/2013	PHONE: <a href="tel:402-471-4174">402-471-4174</a>
COMMENTS: Concur with Nebraska Investment Council's statement of no fiscal impact.			

ADMINISTRATIVE SERVICES-STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSES			
LB: 514	AM:	AGENCY/POLT. SUB: Nebraska Department of Environmental Quality	
REVIEWED BY: Cindy Miserez		DATE: 1/30/2013	PHONE: <a href="tel:402-471-4174">402-471-4174</a>
COMMENTS: Concur with Nebraska Department of Environmental Quality's statement of no fiscal impact.			

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

**2013**

**LB<sup>(1)</sup> 514 FISCAL NOTE**

State Agency OR Political Subdivision Name: <sup>(2)</sup> Nebraska Investment Council

Prepared by: <sup>(3)</sup> Jeff States Date Prepared: <sup>(4)</sup> 1/30/2013 Phone: <sup>(5)</sup> 402-471-2043

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

	<u>FY 2013-14</u>		<u>FY 2014-15</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	_____	_____	_____	_____
CASH FUNDS	_____	_____	_____	_____
FEDERAL FUNDS	_____	_____	_____	_____
OTHER FUNDS	_____	_____	_____	_____
TOTAL FUNDS	=====	=====	=====	=====

Return by date specified or 72 hours prior to public hearing, whichever is earlier.

Explanation of Estimate:

**No Fiscal Impact. There is no administrative responsibility for the State Investment Officer or the Nebraska Investment Council created by this Act.**

The Wastewater Treatment Construction Loan Fund is invested by the State Investment Officer as part of the Operating Investment Pool. This will continue unchanged.

The Director of Environmental Quality will administer the linked deposit program and is authorized in the Act to deposit funds with Eligible Institutions directly and report and account for the linked deposits on the agency financial reports.

**MAJOR OBJECTS OF EXPENDITURE**

Personal Services:

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2013-14</u>	<u>2014-15</u>
	<u>13-14</u>	<u>14-15</u>	<u>EXPENDITURES</u>	<u>EXPENDITURES</u>
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Benefits.....	_____	_____	_____	_____
Operating.....	_____	_____	_____	_____
Travel.....	_____	_____	_____	_____
Capital outlay.....	_____	_____	_____	_____
Aid.....	_____	_____	_____	_____
Capital improvements.....	_____	_____	_____	_____
TOTAL.....	_____	_____	_____	_____

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

LB<sup>(1)</sup> 514 FISCAL NOTE

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

Prepared by: <sup>(3)</sup> Tom Lamberson Date Prepared: <sup>(4)</sup> 1/25/13 Phone: <sup>(5)</sup> (402) 471-4236

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

	<u>FY 2013-14</u>		<u>FY 2014-15</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	_____	_____	_____	_____
CASH FUNDS	_____	_____	_____	_____
FEDERAL FUNDS	_____	_____	_____	_____
OTHER FUNDS	_____	_____	_____	_____
TOTAL FUNDS	=====	=====	=====	=====

Return by date specified or 72 hours prior to public hearing, whichever is earlier.

Explanation of Estimate:

LB 514 establishes authority for the creation of a linked deposit program to make low-interest loans available for the construction, rehabilitation, and enhancement of non-point source pollution control systems as part of the Wastewater Treatment Facilities Construction Assistance Act. In addition LB 514 allows loan recipients to refinance their loans.

Current staff would assume the tasks associated the new linked deposit program including administration and accounting of deposited funds and approval of projects. The Department does not anticipate the need for additional staff resources to implement LB 514.

Loan administration including credit evaluation of prospective borrowers for the linked deposit program would be the responsibility of the financial institutions that are part of the linked deposit program.

Deposited funds for the linked deposit program are part of the existing Wastewater Treatment Facilities Construction Fund authorized by Neb. Revised Statutes 81-15,148.

Previously ineligible individuals and other entities may be able to utilize state revolving funds through the linked deposit program.

Another facet of the bill which provides the ability to allow refinancing of higher interest loans could ultimately result in less interest accruing to the fund.

**MAJOR OBJECTS OF EXPENDITURE**

Personal Services:

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2013-14</u>	<u>2014-15</u>
	<u>13-14</u>	<u>14-15</u>	<u>EXPENDITURES</u>	<u>EXPENDITURES</u>
Benefits.....	_____	_____	_____	_____
Operating.....	_____	_____	_____	_____
Travel.....	_____	_____	_____	_____

<b>Capital outlay</b> .....	_____	_____
<b>Aid</b> .....	_____	_____
<b>Capital improvements</b> .....	_____	_____
<b>TOTAL</b> .....	_____ <b>0</b> _____	_____ <b>0</b> _____