

FISCAL NOTE
LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)				
	FY 2018-19		FY 2019-20	
	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 722 requires that certain public power districts shall produce not less than twenty percent of their electric power generation from one or more renewable energy resources no later than July 1, 2020.

The Nebraska Power Review Board estimates no fiscal impact.

NPPD estimates the cost to produce 20% of its power from renewable energy sources would cost between \$20-\$30 million each year. There is no basis to disagree with this estimate.

ADMINSTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSES			
LB: 722	AM:	AGENCY/POLT. SUB: Power Review Board	
REVIEWED BY: Lee Will	DATE: 01/12/2018	PHONE: (402) 471-4175	
COMMENTS: No basis to disagree with the Power Review Board's assessment of fiscal impact.			

ADMINSTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSES			
LB: 722	AM:	AGENCY/POLT. SUB: Omaha Public Power District	
REVIEWED BY: Lee Will	DATE: 01/10/2018	PHONE: (402) 471-4175	
COMMENTS: No basis to disagree with Omaha Public Power District's assessment of no fiscal impact.			

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

2018

LB⁽¹⁾ 722

FISCAL NOTE

State Agency OR Political Subdivision Name: ⁽²⁾ Power Review Board

Prepared by: ⁽³⁾ Tim Texel Date Prepared: ⁽⁴⁾ January 11, 2018 Phone: ⁽⁵⁾ 402-471-2301

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	<u>FY 2018-19</u>		<u>FY 2019-20</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	_____	_____	_____	_____
CASH FUNDS	_____	_____	_____	_____
FEDERAL FUNDS	_____	_____	_____	_____
OTHER FUNDS	_____	_____	_____	_____
TOTAL FUNDS	=====	=====	=====	=====

Explanation of Estimate:

No anticipated fiscal impact. LB 722 would require public power districts having within their chartered territory more than fifty percent of all or part of the counties in Nebraska to produce at least twenty percent of their electric power generation from renewable energy resources. The only utility currently in this category is the Nebraska Public Power District (NPPD). The Board believes NPPD does not yet have twenty percent of its generation portfolio in renewables. This would necessitate NPPD either constructing additional renewable facilities to meet the requirement, or entering into power purchase agreements to purchase electricity from privately or publicly owned renewable facilities. The Power Review Board (PRB) would likely need to hold a hearing to approve any facilities constructed by NPPD. Given that NPPD already has renewables in its portfolio and that it would likely obtain some of the additional capacity through power purchase agreements with private entities that would not require PRB approval under current law, the PRB believes the fiscal impact of the additional hearings would be modest. The costs would include hiring a court reporter, publication of notice of the opportunity to intervene in the hearing in the area of the proposed facility, certified mailings, and other costs related to the notice and hearing process. The PRB believes it could absorb this expense in its current budget without an additional appropriation.

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2018-19</u>	<u>2019-20</u>
	<u>18-19</u>	<u>19-20</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.

2018

LB⁽¹⁾ 722

FISCAL NOTE

State Agency OR Political Subdivision Name: ⁽²⁾ Nebraska Public Power District

Prepared by: ⁽³⁾ John McClure Date Prepared: ⁽⁴⁾ 1/30/18 Phone: ⁽⁵⁾ 402-563-5773

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	<u>FY 2018-19</u>		<u>FY 2019-20</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	_____	_____	_____	_____
CASH FUNDS	_____	_____	_____	_____
FEDERAL FUNDS	_____	_____	_____	_____
OTHER FUNDS	_____	_____	_____	_____
TOTAL FUNDS	=====	=====	=====	=====

Explanation of Estimate:

NPPD interpreted the bill to apply a 20% renewable requirement to generation NPPD produces, exclusive of what it procures through contract.

NPPD estimates the expenditure to produce renewable energy necessary to meet the 20% requirement would range between \$20 million and \$30 million per year.

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2018-19</u>	<u>2019-20</u>
	<u>18-19</u>	<u>19-20</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.

2018

LB⁽¹⁾ 722

FISCAL NOTE

State Agency OR Political Subdivision Name: ⁽²⁾ Omaha Public Power District

Prepared by: ⁽³⁾ Tom Richards Date Prepared: ⁽⁴⁾ 1/10/2018 Phone: ⁽⁵⁾ 402-636-2305

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	<u>FY 2018-19</u>		<u>FY 2019-20</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	_____	_____	_____	_____
CASH FUNDS	_____	_____	_____	_____
FEDERAL FUNDS	_____	_____	_____	_____
OTHER FUNDS	_____	_____	_____	_____
TOTAL FUNDS	<u>No Fiscal Impacts</u>	_____	_____	_____

Explanation of Estimate:

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2018-19</u>	<u>2019-20</u>
	<u>18-19</u>	<u>19-20</u>	<u>EXPENDITURES</u>	<u>EXPENDITURES</u>
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Benefits.....	_____	_____	_____	_____
Operating.....	_____	_____	_____	_____
Travel.....	_____	_____	_____	_____
Capital outlay.....	_____	_____	_____	_____
Aid.....	_____	_____	_____	_____
Capital improvements.....	_____	_____	_____	_____
TOTAL.....	_____	_____	_____	_____