

FISCAL NOTE
LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)				
	FY 2019-20		FY 2020-21	
	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 476 amends provisions related to payments made by the metropolitan utilities district (MUD) to cities and villages equal to 2% of retail sales of water and gas sold within the district. Currently, retail sales of gas do not include the retail sale of natural gas used as vehicular fuel, an exclusion that has a sunset date of January 1, 2020. LB 476 removes the sunset date so retail sales continue to exclude the retail sale of natural gas used as vehicular fuel.

This bill is not estimated to have a fiscal impact to the state.

Eliminating the sunset date results, beginning after January 1, 2020, in a projected decrease in revenue to cities and villages who would receive the payments and a projected decrease in expenditures for MUD.

According to data from MUD, for the past five years, 2% of retail sales of natural gas used as vehicular fuel has averaged approximately \$8,000 per year. Based on this data, we estimate that in FY 19-20, the impact of LB 476 is approximately a \$4,000 decrease in expenditures to MUD and a \$4,000 decrease in revenue to cities and villages who would receive these payments, and in FY 20-21, the impact is a \$8,000 decrease in expenditures to MUD and a \$8,000 decrease in revenue to cities and villages who would receive these payments.