

**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				
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 801 seeks to amend section 77-6818, which relates to qualified locations under the Imagine Nebraska Act.

LB 801 would add locations where the majority of business activities conducted are related to the capture, transport, or geologic storage of carbon dioxide. The language specifies the carbon dioxide must be from an anthropogenic source, meaning it must be man-made.

The Department of Revenue estimates two projects would qualify under the changes made by LB 801, in 2025 and in 2027. The department estimates the following impact to General Fund revenues:

- FY22-23: 0
- FY23-24: 0
- FY24-25: 0
- FY25-26: (\$3,080,000)
- FY26-27: (\$528,000)
- FY27-28: (\$792,000)
- FY28-29: (\$3,740,000)
- FY29-30: (\$1,320,000)

The Department of Revenue estimates no costs to implement LB 801. There is no basis to disagree with these estimates.

<b>ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY &amp; POLT. SUB. RESPONSE</b>		
LB: 801	AM:	AGENCY/POLT. SUB: Department of Revenue
REVIEWED BY: Neil Sullivan	DATE: 1/28/2022	PHONE: (402) 471-4179
COMMENTS: No basis to disagree with the Department of Revenue assessment of fiscal impact from LB 801.		

**State Agency Estimate**

State Agency Name: Department of Revenue	Date Prepared: 1/28/2022	Date Due LFO:
Approved by: Tony Fulton		Phone: 471-5896

	<u>FY 2022-2023</u>		<u>FY 2023-2024</u>		<u>FY 2024-2025</u>	
	<u>Expenditures</u>	<u>Revenue</u>	<u>Expenditures</u>	<u>Revenue</u>	<u>Expenditures</u>	<u>Revenue</u>
General Funds		\$ 0		\$ 0		\$ 0
Cash Funds						
Federal Funds						
Other Funds						
<b>Total Funds</b>		<b>\$ 0</b>		<b>\$ 0</b>		<b>\$ 0</b>

LB 801 expands the Nebraska ImagiNE Act to include the capture, transport, or geologic storage of carbon dioxide from anthropogenic sources as a qualified location.

For the purpose of the fiscal note, the Department of Revenue (DOR) assumes two projects that will qualify under the Modernization tier of the Nebraska ImagiNE Act. Further, DOR assumes one project will qualify in 2025 and one will qualify in 2027. With those assumptions, DOR estimates the fiscal impact to General Fund revenues as follows:

FY24-25	\$ -
FY25-26	\$ (3,080,000)
FY26-27	\$ (528,000)
FY27-28	\$ (792,000)
FY28-29	\$ (3,740,000)
FY29-30	\$ (1,320,000)

It is estimated that there will be no cost to DOR to implement this bill.

**Major Objects of Expenditure**

<u>Class Code</u>	<u>Classification Title</u>	<u>22-23</u>	<u>23-24</u>	<u>24-25</u>	<u>22-23</u>	<u>23-24</u>	<u>24-25</u>
		<u>FTE</u>	<u>FTE</u>	<u>FTE</u>	<u>Expenditures</u>	<u>Expenditures</u>	<u>Expenditures</u>
Benefits.....							
Operating Costs.....							
Travel.....							
Capital Outlay.....							
Capital Improvements.....							
<b>Total.....</b>							