John Wiemer March 14, 2023 402-471-0051

LB 100

Revision: 00 FISCAL NOTE LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)							
	FY 202	3-24	FY 2024-25				
	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 100 seeks to make changes to section 77-6818, under the ImagiNE Nebraska Act (Act). Subsection (1)(u) would be added to make waste treatment and disposal, under NAICS code 5622, an eligible activity for purposes of incentives under the Act.

The Department of Revenue (DOR) estimates the following fiscal impact to General Fund revenues as a result of this bill:

- FY25-26: (\$230,000)
- FY26-27: (\$512,000)
- FY27-28: (\$177,000)
- FY28-29: (\$186,000)
- FY29-30: (\$197,000)
- FY30-31: (\$678,000)
- FY31-32: (\$565,000)

The DOR also estimates minimal costs to it as a result of this bill.

There is no basis to disagree with these estimates by the DOR.

The Department of Economic Development estimates that it could absorb any additional costs as a result of this bill with current resources. There is no basis to disagree with this estimate.

Cities and villages could see a loss in revenues as a result of any local sales tax refunds for taxpayers as a result of the bill.

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE						
LB: 100	AM:	AGENCY/POLT. SUB: Departm	AGENCY/POLT. SUB: Department of Revenue			
REVIEWED BY	∕∶ Neil Sullivan	DATE: 3/13/2023	PHONE: (402) 471-4179			
COMMENTS: No basis to disagree with the Department of Revenue assessment of fiscal impact from LB 100.						

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE						
LB: 100 AM: AGENCY/POLT. SUB: Department of Economic Development						
REVIEWED BY: Neil Sullivan	DATE: 3/10/2023	PHONE: (402) 471-4179				
COMMENTS: The Department of Economic Development assessment of no fiscal impact from LB 100 appears reasonable.						

State Agency Estimate							
State Agency Name: Department of Revenue Date Due LFO:							
Approved by: Glen White		Date Prepared:	03/13/2023		Phone: 471-5896		
	FY 202	3-2024	<u>FY 202</u>	4-2025	FY 2025	5-2026	
	Expenditures	Revenue	Expenditures	Revenue	Expenditures	Revenue	
General Funds		\$ 0		\$ 0		\$ (230,000)	
Cash Funds							
Federal Funds							
Other Funds							
Total Funds		\$ 0		\$ 0		\$ (230,000)	

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LB 100 amends the ImagiNE Act ("Act"), specifically section 77-6818, to add subsection (1)(u) to include "waste treatment and disposal" under NAICS code 5622 as an eligible qualified activity for the purposes of incentives under the Act.

The estimated fiscal impact to the general fund revenues would be as follows:

FY2025-26	\$ (230,000)
FY2026-27	\$ (512,000)
FY2027-28	\$ (177,000)
FY2028-29	\$ (186,000)
FY2029-30	\$ (197,000)
FY2030-31	\$ (678,000)
FY2031-32	\$ (565,000)

It is estimated that there will be minimal costs to the Department of Revenue to implement this bill.

Major Objects of Expenditure										
Class CodeClassification Title23-2424-2525-2623-24FTEFTEFTEFTEFTEExpenditures							25-26 <u>Expenditures</u>			
Benefits										
Operating Costs										
Capital Outlay										
Capital Improvements										
Total										

Please complete <u>ALL</u> (5) blanks in the first three lines.

LB ⁽¹⁾ 100			FISCAL NOTE	
State Agency OR Political Subdivision Name: ⁽²⁾	Nebraska Departn	nent of Economic Develop	ment	
Prepared by: ⁽³⁾ Dave Dearmont	Date Prepared: ⁽⁴⁾	1/13/2023 Phone: ⁽⁵⁾	402-471-3777	
ESTIMATE PROVII	DED BY STATE AGEN	CY OR POLITICAL SUBDIVIS	ION	
FY	2023-24	FY 2024	FY 2024-25	
EXPENDITURES	<u>REVENUE</u>	EXPENDITURES	REVENUE	
GENERAL FUNDS				
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS				

Explanation of Estimate:

LB100 expands the definition of a qualified locations under the ImagiNE Nebraska Act to include locations where waste treatment and disposal activities, as defined under NAICS 5622, are conducted. This includes waste treatments and disposal, hazardous waste treatment and disposal, solid waste landfills, solid waste combustors and incinerators, and other nonhazardous waste treatment and disposal activities.

The Department of Economic Development can absorb any additional costs due to the provisions of LB100 with current resources.

<u>BREAKD</u>	<u>OWN BY MAJ</u>	<u>OR OBJECTS OF</u>	<u>F EXPENDITURE</u>	
Personal Services:				
	NUMBER O	F POSITIONS	2023-24	2024-25
POSITION TITLE	<u>23-24</u>	<u>24-25</u>	EXPENDITURES	EXPENDITURES
	<u> </u>			
Benefits	· · · · · · · · · · · · · · · · · · ·	·		
Denents	••			
Operating				
Travel	••••			
Capital outlay				
Aid				
Capital improvements				
TOTAL				

2023