

FISCAL NOTE
LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)				
	FY 2023-24		FY 2024-25	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS	\$22,956	(\$1,373,000)		(\$1,573,000)
CASH FUNDS		\$1,381,000		\$1,584,000
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	\$22,956	\$8,000		\$11,000

Any Fiscal Notes received from state agencies and political subdivisions are attached following the Legislative Fiscal Analyst Estimate.

LB384 directs all proceeds of sales and use taxes imposed pursuant to section 77-2703 on the sale or lease of aircraft as defined in section 3-101, on or after July 1, 2023, be credited to a newly created Nebraska Department of Transportation Aeronautics Capital Improvement Fund pursuant to 77-27,132. In addition, transfers authorized by the Legislature, and any gifts, grants, bequests, or donations credited to the fund will also be held in this fund. The Nebraska Department of Transportation Aeronautics Capital Improvement Fund shall be utilized to build, repair, renovate, rehabilitate, restore, modify, or improve infrastructure at any public-use airport licensed by the Nebraska Department of Transportation Division of Aeronautics. LB384 also states the money in this fund is available for investment by the state investment officer pursuant to the Nebraska Capital Expansion Act and the Nebraska State Funds Investment Act.

Expenditures:

The Nebraska Department of Revenue (NDOR) has indicated they would incur a one-time programming charge of \$22,956 for OCIO development costs associated with this bill in FY2023-24 only.

The Nebraska Department of Transportation (NDOT) has specified no additional expenses nor employees would be needed to administer this new fund.

Revenues:

NDOR has estimated the impact of LB384 to be as follows:

- A reduction of general fund revenue in FY2023-24 of (\$1,373,000) and (\$1,573,000) in FY2024-25.
- An increase of cash fund revenue in FY2023-24 of \$1,381,000 and \$1,584,000 in FY2024-25.
- A loss of highway allocation fund revenue (distributed to cities and counties, thus not shown in the state fiscal impact boxes above) in FY2023-24 of (\$8,000) and (\$11,000) in FY2024-25.

NDOT has specified LB384 would cause:

- A loss of cash fund revenue into their State Highway Capital Improvement Fund in FY2023-24 of (\$46,000) and (\$64,000) in FY2024-25.
- An increase in cash fund revenue to the new NDOT Aeronautics Capital Improvement Fund in FY2023-24 of \$1,427,000 and \$1,648,000 in FY2024-25.
- A net increase in cash fund revenue of \$1,381,000 in FY2023-24 and \$1,584,000 in FY2024-25.
- Less cash funding for roads improvements, yet more cash funding for airport improvements over the whole biennium.
- A loss of highway allocation fund revenue (distributed to cities and counties, thus not shown in the state fiscal impact boxes above) in FY2023-24 of (\$8,000) and (\$11,000) in FY2024-25.

The Nebraska State Treasurer (NST) has indicated no fiscal impact.

There is no basis to disagree with either the NDOR, NDOT nor NST estimates.

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE			
LB:	384	AM:	AGENCY/POLT. SUB: State Treasurer
REVIEWED BY:	Lee Will	DATE:	1/28/2023
		PHONE:	(402) 471-4175
COMMENTS: Concur with the State Treasurer's assessment of no fiscal impact.			

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

2023

LB⁽¹⁾ 384

FISCAL NOTE

State Agency OR Political Subdivision Name: ⁽²⁾ Nebraska Department of Transportation

Prepared by: ⁽³⁾ Liza Alderman Date Prepared: ⁽⁴⁾ 2/7/23 Phone: ⁽⁵⁾ 402-479-4692

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	<u>FY 2023-24</u>		<u>FY 2024-25</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	_____	_____	_____	_____
CASH FUNDS	See below*	See below	See below*	See below
FEDERAL FUNDS	_____	_____	_____	_____
OTHER FUNDS	_____	_____	_____	_____
TOTAL FUNDS	=====	=====	=====	=====

Explanation of Estimate:

LB 384 proposes to establish the Department of Transportation Aeronautics Capital Improvement Fund which shall consist of money credited to the fund pursuant to 77-27,132, transfers authorized by the Legislature, and any gifts, grants, bequests, or donations to the fund. The fund shall be administered by the Nebraska Department of Transportation (NDOT) and shall be used to build, repair, renovate, rehabilitate, restore, modify, or improve infrastructure at any public-use airport licensed by the Division of Aeronautics of NDOT. The bill also proposes all proceeds of sales and use taxes imposed pursuant to section 77-2703 on the sale or lease of aircraft as defined in section 3-101 are credited to the Department of Transportation Aeronautics Capital Improvement Fund for transactions occurring on or after July 1, 2023.

Revenue to Build Nebraska Act Funds				
	FY2023-2024	FY 2024-2025	FY 2025-2026	FY 2026-2027
State Highway Capital Improvement Fund	(\$46,000)	(\$64,000)	(\$67,000)	(\$70,000)
Highway Allocation Fund (cities and counties)	(\$8,000)	(\$11,000)	(\$12,000)	(\$12,000)
Total	(\$54,000)	(\$75,000)	(\$79,000)	(\$82,000)

Revenue to Aeronautics Capital Improvement Fund				
	FY2023-2024	FY 2024-2025	FY 2025-2026	FY 2026-2027
Aeronautics Capital Improvement Fund	\$1,427,000	\$1,648,000	\$1,731,000	\$1,816,000

This estimate of tax revenue was obtained from the Nebraska Department of Revenue. No additional expense or employees (FTEs) will be needed to administer the new fund. Changes in the distribution of sales tax revenue will divert funds from the Build Nebraska Act minimally impacting NDOT, cities, and counties.

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2023-24</u>	<u>2024-25</u>
	<u>23-24</u>	<u>24-25</u>	<u>EXPENDITURES</u>	<u>EXPENDITURES</u>
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Benefits.....	_____	_____	_____	_____
Operating.....	_____	_____	_____	_____
Travel.....	_____	_____	_____	_____
Capital outlay.....	_____	_____	_____	_____
Aid.....	_____	_____	_____	_____
Capital improvements.....	_____	_____	\$1,427,000*	\$1,648,000*
TOTAL.....	_____	_____	_____	_____

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2023

LB⁽¹⁾ 384

FISCAL NOTE

State Agency OR Political Subdivision Name: ⁽²⁾ State Treasurer

Prepared by: ⁽³⁾ Jason Walters Date Prepared: ⁽⁴⁾ January 25, 2023 Phone: ⁽⁵⁾ 402-471-2793

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	<u>FY 2023-24</u>		<u>FY 2024-25</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:

The State Treasurer's Office doesn't expect any fiscal impact from LB 384 to the office.

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2023-24</u>	<u>2024-25</u>
	<u>23-24</u>	<u>24-25</u>	<u>EXPENDITURES</u>	<u>EXPENDITURES</u>
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Benefits.....	_____	_____	_____	_____
Operating.....	_____	_____	_____	_____
Travel.....	_____	_____	_____	_____
Capital outlay.....	_____	_____	_____	_____
Aid.....	_____	_____	_____	_____
Capital improvements.....	_____	_____	_____	_____
TOTAL.....	_____	_____	_____	_____