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**LB 377**

Revision: 00

**FISCAL NOTE**  
 LEGISLATIVE FISCAL ANALYST ESTIMATE

<b>ESTIMATE OF FISCAL IMPACT – STATE AGENCIES *</b>				
	<b>FY 2009-10</b>		<b>FY 2010-11</b>	
	<b>EXPENDITURES</b>	<b>REVENUE</b>	<b>EXPENDITURES</b>	<b>REVENUE</b>
GENERAL FUNDS				
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS				

\*Does not include any impact on political subdivisions. See narrative for political subdivision estimates.

LB377 would provide a mechanism authorizing Nebraska governmental units (as defined by the bill) to obtain credit support for their bonds or other forms of debt issue. Such support would be achieved by entering into agreements with any United States governmental enterprise or a financial institution supported by such an agreement that provides a guarantee or other contractual arrangement providing assurance for payment of principal and / or interest of bonds or other forms of debt issue. LB377 permits but does not require Nebraska governmental units to obtain credit support, as authorized under the bill's provisions, for bonds and other forms of debt issue. Any costs that may be incurred by Nebraska governmental units associated with obtaining credit support, as authorized under the bill, would be dependent upon indeterminate actions of related governing bodies to secure such credit support. Affected governing bodies may conclude related credit support costs to be reasonable costs of financing. Presumably this would be the case to the extent credit support costs would be offset or more than offset by reductions to interest costs that may be achieved by virtue of credit support obtained under authority of the bill.