

PREPARED BY: Jeanne Glenn
 DATE PREPARED: January 14, 2007
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LB 80

Revision: 00

FISCAL NOTE

LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES *				
	FY 2007-08		FY 2008-09	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS				
CASH FUNDS	455,000		507,000	
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	455,000		507,000	

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

LB 80 would permit the Department of Environmental Quality (DEQ) to use the Drinking Water Administrative Fund to fund: 1) loan forgiveness if loans were made to schools or public water systems operated by political subdivisions with populations of less than 10,000 which demonstrate serious financial hardship; 2) emergency funding to schools or public water systems operated by political subdivisions with populations of less than 10,000 which demonstrate serious financial hardship; and 3) up to 90% of the cost of engineering studies, research projects to investigate low cost options, preliminary engineering reports, regional water system planning, source water protection and other studies that would assist communities in complying with the Safe Drinking Water Act. The director of DEQ would also be authorized to transfer any money from the Drinking Water Administration Fund to the Drinking Water Facilities Fund to meet state matching appropriation requirements or to meet loan forgiveness provisions. The amount spent from the Drinking Water Administrative Fund for the above purposes could not exceed 65% of the administrative fee revenue from the previous year.

There is no basis to disagree with the DEQ estimate that expenditures of approximately \$455,000 Cash Funds FY07-08 and \$507,000 Cash Funds in FY09-09 could be expended for the purposes defined in LB 80.

DEPARTMENT OF ADMINISTRATIVE SERVICES

REVIEWED BY	Mike Salzwedel	DATE 1/16/07	PHONE 471-2526
COMMENTS			
<u>Environmental Quality</u> – No basis to disagree with agency review.			