

PREPARED BY: Jeanne Glenn
 DATE PREPARED: February 01, 2010
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LB 932

Revision: 00

FISCAL NOTE
 LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES *				
	FY 2010-11		FY 2011-12	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS				
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS				

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

LB 932 would provide that natural resources districts (NRDs) that received financial assistance from the Water Contingency Cash Fund would not be required to reimburse the state if the NRDs are not authorized to levy the property tax authorized under section 2-3225 or the occupation tax authorized under 2-3226.05. LB 932 strikes the provision that reimbursement shall be made "by such means as are provided by the Legislature" if property and occupation tax receipts are not available, and strikes the requirement that the reimbursement will be made no later than June 30, 2013.

If funding was not available to repay the financial assistance provided by the state and the Legislature could not require repayment by other means, there would be an \$8,551,000 revenue loss to the Cash Reserve Fund in FY12-13. A transfer from the Cash Reserve Fund was the revenue source for the Water Contingency Cash Fund, and current law provides that NRD reimbursements deposited in Water Contingency Cash Fund shall be transferred to the Cash Reserve Fund. The General Fund would continue to incur a loss of revenue, as interest accruing to the Cash Reserve Fund is transferred to the General Fund. It is estimated that interest on \$8,551,000 would yield approximately \$250,000 to \$300,000 annually.

DEPARTMENT OF ADMINISTRATIVE SERVICES

REVIEWED BY	Cindy Miserez	DATE	1/27/10	PHONE	471-2526
COMMENTS					
Papio-Missouri River NRD – I have no basis to dispute estimate.					