

FISCAL NOTE
 LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES *				
	FY 2011-12		FY 2012-13	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS	(22,060,567)		(22,060,567)	
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	(22,060,567)		(22,060,567)	

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

LB 383 eliminates provisions of statute related to state aid distributed to Natural Resource Districts, counties and municipalities.

The amount of aid received at any given NRD, county or municipality varies, thus the impact of the bill's provisions will vary from one entity to another.

The total aid distributed beginning July 1, 2011 is as follows:

- NRDs \$1,436,069
- Counties Varies based on formula
- Municipalities \$10,964,566

The Department of Revenue estimates the fiscal impact of LB 383 to be a General Fund expenditure decrease of \$23,951,021 in fiscal year 2011-2012 and \$24,400,000 in fiscal year 2012-2013. The variance is based on the variability of the aid to counties distribution that is found in 77-27,137.03.

While these figures accurately reflect what the bill's impact *would be*, they do not capture the bill's impact relative to the current appropriation. The current aid distributions are as follows:

- NRDs \$1,436,069
 - Counties (via Treasurer's budget) \$4,623,222
 - Municipalities \$10,964,566
 - Counties (via Dept. of Revenue) \$1,396,500
 - County Jail Reimbursement \$3,640,210
- Total \$22,060,567**

Since \$22,060,567 of savings is based upon current distribution levels, it more accurately reflects the anticipated cost savings of LB 383. For this reason, this is the figure used for the fiscal note.

DEPARTMENT OF ADMINISTRATIVE SERVICES

REVIEWED BY	Lyn Heaton	DATE	1/25/11	PHONE	471-2526
COMMENTS					
DEPARTMENT OF REVENUE: The Department of Revenue's estimate of the impact of the bill is based on the amount projected to be required to fund the County Aid Program each fiscal year at the minimum provided under current law (0.0075 percent of total statewide valuation), \$11,550,386, plus a sum of \$12,400,635 assumed to be appropriated in each year to the Aid to Municipalities and Aid to NRDs programs in the aggregate.					
However, if passed, the bill would reduce the current base level of General Fund appropriations by \$22,060,567 since appropriations for FY 2011-12 and FY 2012-13 have not yet been set.					

