

One Hundred Ninth Legislature - First Session - 2025

Introducer's Statement of Intent

LB130

Chairperson: Senator Robert Clements

Committee: Appropriations

Date of Hearing: March 12, 2025

The following constitutes the reasons for this bill and the purposes which are sought to be accomplished thereby:

This bill amends the formula for yearly transfers to the Cash Reserve Fund to provide a predictable yearly transfer to the Cash Reserve Fund, with additional transfer provisions during years of revenues that exceed projections.

Key:

X = General Fund Net Receipts of current fiscal year

Y = Projected General Fund Net Receipts for current fiscal year

A = Increase in X over for current fiscal year compared to previous

B = Average amount General Fund Net Receipts increased over each of the last 20 fiscal years (excluding lowest outlier)

T = Total budgeted General Fund expenditures

F = Cash Reserve Fund Balance after D is transferred

1. $X - Y = Z$

2. $.5(X(A - B)) = C$

3. If $Z \geq 0$, the greater amount between Z and C (D) is transferred to the Cash Reserve Fund

a. Amount = Z transferred immediately

b. $D - Z$ (if any amount) transferred by end of subsequent fiscal year

c. If transferring D to the Cash Reserve Fund Balance would cause $F \geq .16(T)$, D is decreased so that $F = .16(T)$

Principal Introducer: _____

Senator George Dungan