PREPARED BY: DATE PREPARED: PHONE: Clinton Verner January 29, 2025 402-471-0056

**LB 309** 

Revision: 00

## **FISCAL NOTE**

## LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)							
	FY 202	5-26	FY 2026-27				
	EXPENDITURES	REVENUE	EXPENDITURES REVENUE				
GENERAL FUNDS	\$51,585		\$9,036				
CASH FUNDS			\$100,000	\$100,000			
FEDERAL FUNDS							
OTHER FUNDS							
TOTAL FUNDS	\$51,585		\$109,036	\$100,000			

Any Fiscal Notes received from state agencies and political subdivisions are attached following the Legislative Fiscal Analyst Estimate.

LB309 creates the Safe Battery Collection and Recycling Act (SBCRA).

LB309 sets the act under the Department of Environment and Energy (DEE), sets definitions under the act, and would require the following:

- Beginning 1/1/2028, restricts producers and retailers from selling, offering, or distributing any covered battery or battery containing product unless the producer of the covered battery or battery containing product is a member of the Battery Stewardship Organization (BSO) and provides other exemptions;
- Beginning 1/1/2029, restricts producers and retailers from selling, offering, or distributing any covered battery or battery containing product unless the battery or battery containing product is marked to ensure proper collection and recycling and enumerates the process of proper collection and recycling markings;
- Requires BSO to submit a battery stewardship plan to DEE for review and approval by 1/1/2027, describes the required contents of the plan;
- Requires BSOs to submit new plans at least once every five years. If corrective measures under the plan haven't been met, the new plan is to include corrective measures;
- Requires BSOs to submit plan amendments when material changes should occur;
- Requires DEE to approve, conditionally approve, or deny plans within 120 days of receipt;
- Places requirements and an appeal process on DEE for denied plans;
- Requires a BSO to pay a fee of \$100,000 once a plan is approved, funds would be credited to the Battery Stewardship Fund;
- Creates requirements for BSOs approved under the act;
- Creates requirements for posted materials on DEE's website;
- Creates requirements for individuals beginning 1/1/2028 for disposal methods and procedures of certain batteries defined under the act:
- Creates penalties under the act (civil and felony);
- Creates review and reporting requirements of DEE:
- Allows for civil suits by and between BSOs;
- Creates the Battery Stewardship Cash Fund, lists the uses; and
- Allows NDEE to promulgate rules and regulations under the Act.

Administrative impact resulting from this legislation appears reasonable.

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE						
LB: 309	AM:	AGENCY/POLT. SUB: 05 Sup	reme Court			
REVIEWED	BY: Joe Massey	DATE: 2/10/2025	PHONE: (402) 471-4181			
COMMENTS: No basis to disagree with the 05 Supreme Court assessment of minimal fiscal impact from LB 309.						

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE						
LB: 309 AM: AGENCY/POLT. SUB: Attorney General						
REVIEWED	BY: Joe Massey	DATE: 1/28/2025	PHONE: (402) 471-4181			
COMMENTS: No basis to disagree with the Attorney General assessment of no fiscal impact from LB 309.						

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE						
LB: 309 AM:	AGENCY/POLT. SUB: Departr	ment of Environment and Energy				
REVIEWED BY: Joe Masse	y DATE: 1/24/2025	PHONE: (402) 471-4181				
COMMENTS: Department of the assumptions provided.	Environment and Energy assessment of fisca	al impact from LB 309 appears reasonable using				

TOTAL.....

<b>LB</b> (1)	309						FISCAL NOTE
State A	gency OR I	Political Subdivision Name:	(2) Attorn	ey General			
Prepar	ed by: (3)	Justin Lavene	Date	Prepared: (4)	1-27-25	Phone: (5)	402-471-2687
		ESTIMATE PRO	OVIDED BY	STATE AGEN	CY OR POLITI	CAL SUBDIVIS	SION
		<u>I</u> EXPENDITUR	TY 2025-26 ES	<u>REVENUE</u>	EXPEND	<u>FY 2026</u> ITURES	-27 REVENUE
GENE	RAL FUN	DS					
CASH	FUNDS						
FEDE	RAL FUNI	os					
OTHE	R FUNDS						
тота	L FUNDS						
Explan	ation of E	stimate:	<del>-</del>		-		-
No Fis	scal Impa	ct.		¥.			
	•						
						Party Manager	
Person	al Services		OWN BY MA	JOR OBJECT	S OF EXPENDI	TURE	
				F POSITIONS			2026-27 EXPENDITURES
	POSIT	ION TITLE	<u>25-26</u>	26-27	EXPEND	TTUKES	EXPENDITURES
					-		
Benefit	:s		-			)	
Capital	outlay				-		
<b>Aid</b>							
Capital	improven	nents					:

LB <sup>(1)</sup> 309					FISCAL NOTE
State Agency OR Politica	al Subdivision Name: (2)	Department of Env	ergy		
Prepared by: (3) Kevin Stoner		Date Prepared: (4) January 23, 20		Phone: (5)	402 471-2186
	ESTIMATE PROVI	DED BY STATE AGEN	NCY OR POLITICAL	SUBDIVIS	SION
	FY	2025-26		FY 2026	S-97
	EXPENDITURES	REVENUE	EXPENDITU		REVENUE
GENERAL FUNDS	\$51,585		\$9,036		
CASH FUNDS			\$100,000	)	\$100,000
FEDERAL FUNDS					
OTHER FUNDS					
TOTAL FUNDS	\$51,585		\$109,036	<u> </u>	\$100,000

## **Explanation of Estimate:**

LB309 adopts the Safe Battery Collection and Recycling Act. This act would require each battery stewardship organization to submit a battery stewardship plan by January 1, 2027 to NDEE for review and approval/denial based upon the requirements in the statute. The battery stewardship organizations must submit a report covering several items to NDEE for review each year starting June 1, 2029. LB309 requires the NDEE to prepare an annual report to the legislature assessing other states programs and recommendations for additional legislative additions or revisions. It requires NDEE to put several things on its website including the plans, members covered, brands of covered batteries, and annual reports. LB309 requires the battery stewardship organization to pay of a fee of \$100,000 to NDEE upon approval of the plan or on January 1, 2027 and every year thereafter. These funds shall be placed in the Battery Stewardship Fund. LB309 does not include any funding for FY 25-26 to develop the program and adopt and promulgate rules and regulations as allowed in the statute.

NDEE estimates it will take one half of additional staff in FY 25-26 and one full staff thereafter to adequately implement the Safe Battery Collection and Recycling Act. Additional funding of \$51,585 would be needed in FY 25-26 and \$9,036 needed every year after to implement this act. No additional funds are needed beyond the \$9,036 in FY 26-27 even though the \$100,000 fee wouldn't be received until January 1, 2027. Although not specifically stated, NDEE believes the fee is intended to be used to pay the reasonable direct and indirect costs required to develop and administer this program, so the additional funding needed was reduced by \$100,000 in FY 26-27. If that is not accurate, then this fiscal note may need amended.

BREAKI	OOWN BY MAJ	OR OBJECTS O	F EXPENDITURE		
Personal Services:					
	NUMBER OF POSITIONS		2025-26	2026-27	
POSITION TITLE	25-26 $26-27$		<b>EXPENDITURES</b>	<b>EXPENDITURES</b>	
Environmental Specialist III	0.5 1		\$30,264	\$63,554	
Benefits			9,609	20,179	
Operating			11,712	24,176	
Travel				1,127	
Capital outlay	· <b></b>				
Aid			- <u></u> -		
Capital improvements					
TOTAL			\$51,585	\$109,036	

LB <sup>(1)</sup> 309					FISCAL NOTE			
State Agency OR Political Subdivision Na	ame: (2) 05	05 Supreme Court						
Prepared by: (3) Eric Asboe		Date Prepared: (4)	2/8/2025	Phone: (5)	402-326-9215			
ESTIMATE	PROVIDED	BY STATE AGEN	ICY OR POLITI	CAL SUBDIVIS	ION			
EXPENDIT	<u>FY 2025</u> <u>FURES</u>	<u>-26</u> <u>REVENUE</u>	EXPEND	<u>FY 2026</u> <u>ITURES</u>	<u>-27</u> <u>REVENUE</u>			
GENERAL FUNDS								
CASH FUNDS								
FEDERAL FUNDS								
OTHER FUNDS								
TOTAL FUNDS								
Explanation of Estimate:								
<u>BREA</u> Personal Services:	KDOWN B	Y MAJOR OBJECT	S OF EXPEND	<u>TURE</u>	<del></del>			
POSITION TITLE	NUMB 25-9	ER OF POSITIONS 66 26-27	S 2023 EXPEND		2026-27 EXPENDITURES			
Benefits			· · ·					
Operating								
Travel								
Capital outlay								
Aid								
Capital improvements  TOTAL								
I O I ML								