

Mug

PREPARED BY: Doug Gibbs
DATE PREPARED: December 27, 2011
PHONE: 402-471-0051

LB 426

Revision: 01

Updated for 2012 Session

FISCAL NOTE

LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES *				
	FY 2012-13		FY 2013-14	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS		(100,000)		(102,000)
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS		(100,000)		(102,000)

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

LB 426 amends the Sports Arena Facility Financing Assistance Act, Nebraska Revised Statutes Section 13-3108.

Current language provides that any municipality that has received a grant of assistance under the Local Civic, Cultural, and Convention Center Financing Act (now known as the Civic and Community Center Financing Act, see NOTE below) shall not receive state assistance under the Sports Arena Facility Financing Act.

LB 426 amends that language to provide that the municipality may not receive assistance for the same project that received Local Civic, Cultural, and Convention Center Financing Act assistance. This would allow the municipality to receive assistance under the Sports Arena Facility Financing Act even if they have already received assistance for a different project under the Local Civic, Cultural, and Convention Center Financing Act.

The amount of assistance available under the Sports Arena Facility Financing Act is up to 70 percent of: state sales tax revenue collected by retailers doing business at eligible sports arena facilities, state sales tax collected on primary and secondary box office sales of admissions, and new state sales tax revenue collected by retailers within 600 yards of such facility. Total assistance shall not exceed \$50 million for an eligible sports arena facility.

The Department of Revenue estimates the fiscal impact of LB 426 to be the following:

FY2012-13:	(\$100,000)
FY2013-14:	(\$102,000)
FY2014-15:	(\$103,000)

The estimate is based on upon those projects which have previously received grants under the Local Civic, Cultural, and Convention Center Financing Act, with one additional small arena project projected to qualify in FY2012-13. The additional sales tax turnback is estimated as above.

Costs to administer are expected to be minimal.

There is no basis to disagree with the Department of Revenue's estimate of fiscal impact or cost.

NOTE: The name of the Local Civic, Cultural, and Convention Center Financing Act was changed to the Civic and Community Center Financing Act by LB 297 in 2011. The name of the Local Civic, Cultural, and Convention Center Financing Fund was also changed to the Civic and Community Center Financing Fund by LB 297.

