

PREPARED BY: Scott Danigole  
 DATE PREPARED: February 21, 2013  
 PHONE: 471-0055

**LB 629**

Revision: 00

**FISCAL NOTE**  
**LEGISLATIVE FISCAL ANALYST ESTIMATE**

<b>ESTIMATE OF FISCAL IMPACT – STATE AGENCIES</b> (See narrative for political subdivision estimates)				
	<b>FY 2013-14</b>		<b>FY 2014-15</b>	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS				
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS				

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

LB 629 requires the Governor to include specific recommendations regarding whether or not to continue, modify, or terminate each of the various business tax incentive laws and the Governor’s reasoning for each recommendation. These recommendations shall be included with or appended to the budget presented to the Legislature.

No fiscal impact.

<b>ADMINISTRATIVE SERVICES-STATE BUDGET DIVISION: REVIEW OF AGENCY &amp; POLT. SUB. RESPONSES</b>			
LB: 629	AM:	AGENCY/POLT. SUB: Governor’s Office	
REVIEWED BY: Lyn Heaton		DATE: 1/31/2013	PHONE: <a href="tel:402.471.4181">402.471.4181</a>
COMMENTS: Concur. No direct fiscal impact on the Governor’s Office budget.			

Please complete ALL (5) blanks in the first three lines.

**2013**

**LB<sup>(1)</sup> 629 FISCAL NOTE**

State Agency OR Political Subdivision Name: <sup>(2)</sup> Governor (Agency 07)

Prepared by: <sup>(3)</sup> Lauren Kintner Date Prepared: <sup>(4)</sup> January 30, 2013 Phone: <sup>(5)</sup> 471-2414

**ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION**

	<u>FY 2013-14</u>		<u>FY 2014-15</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	_____	_____	_____	_____
CASH FUNDS	_____	_____	_____	_____
FEDERAL FUNDS	_____	_____	_____	_____
OTHER FUNDS	_____	_____	_____	_____
TOTAL FUNDS	=====	=====	=====	=====

Return by date specified or 72 hours prior to public hearing, whichever is earlier.

Explanation of Estimate:

Section 1 of the bill would require the Governor to submit additional information in his or her biennial budget recommendation to the Legislature. The recommendation would be required to detail specific information regarding business tax incentive laws. There will be additional staff time required to comply with the bill which will be absorbed within current budget resources. There is no fiscal impact to Agency 07.

**MAJOR OBJECTS OF EXPENDITURE**

Personal Services:

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2013-14</u>	<u>2014-15</u>
	<u>13-14</u>	<u>14-15</u>	<u>EXPENDITURES</u>	<u>EXPENDITURES</u>
Benefits.....	_____	_____	_____	_____
Operating.....	_____	_____	_____	_____
Travel.....	_____	_____	_____	_____
Capital outlay.....	_____	_____	_____	_____
Aid.....	_____	_____	_____	_____
Capital improvements.....	_____	_____	_____	_____
TOTAL.....	_____	_____	_____	_____

# 2013 Legislative Bill Proposal Fiscal Note

**Bill #: LB 629**

**State Agency: Administrative Services – State Budget Division**

**Prepared by: Lyn Heaton**

**Date Prepared: 2/1/2013**

**Phone: (402) 471-4181**

## Estimate of Fiscal Impact – State Agencies

	FY 2013-14		FY 2014-15	
	Expenditures	Revenue	Expenditures	Revenue
General Funds				
Cash Funds				
Federal Funds				
Other Funds				
Total Funds				

**Explanation of Estimate:**

The following estimate of fiscal impact is for the Administrative Services - State Budget Division only.

LB 629 establishes a new, additional requirement related to the submission of the Governor’s biennial budget recommendations. The bill requires that the Governor’s budget recommendations shall include information on the number and type of jobs created and the average wage and benefits of those jobs with specific recommendations regarding whether to continue, modify, or terminate each of the various business tax incentive laws and the Governor’s reasoning for each recommendation.

The State Budget Division is directed by statute to assist the Governor in the preparation of the Governor’s budget recommendations. The additional duty provided in the bill will require coordination with the Department of Revenue and Department of Economic Development to ensure that the necessary information relative to “number and type of jobs created and average wage and benefits of those jobs” is compiled by those agencies. Once the data is assembled, it will be necessary to review and analyze all available data, not just the data required to be included with the Governor’s budget recommendations, in order to prepare recommendations whether each of the business tax incentive laws should be continued, modified, or terminated.

**TECHNICAL NOTE:** The Department of Revenue does not currently have, nor does the bill include, legal authority to collect information relative to the non-wage benefits of jobs created under the various business tax incentive laws. Consequently, job benefit information would not be available to be included with the Governor’s budget recommendations.

This new requirement of the division will require staff time for collection and analysis of the data and to prepare briefing materials. Further, staff time will be necessary to prepare materials to be included with the Governor’s biennial budget recommendations explaining the Governor’s specific recommendations whether to continue, modify, or terminate each of the various incentive laws and the Governor’s reasoning for each recommendation.

These additional requirements can be handled within the existing level of appropriation and staffing resources of the State Budget Division by redirecting staff time from other duties and responsibilities.

## Major Objects of Expenditure

**Personal Services:**

Position Title:	Number of Positions			FY 2013-14	FY 2014-15
	13-14	14-15		Expenditures	Expenditures
Benefits					
Operating					
Travel					
Capital Outlay					
Aid					
Capital Improvements					
<b>TOTAL</b>					