

PREPARED BY: Jeanne Glenn
 DATE PREPARED: May 05, 2015
 PHONE: 402-471-0056

LB 175

Revision: 01

FISCAL NOTE

LEGISLATIVE FISCAL ANALYST ESTIMATE

Revised based upon amendments adopted.

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)				
	FY 2015-16		FY 2016-17	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS				
CASH FUNDS				(1,500,000)
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS				(1,500,000)

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

LB 175 would amend Nebraska Advantage Rural Development Act provisions of the Livestock Growth Act. The fiscal impact would include:

Revisions in the Nebraska Advantage Rural Development Act – LB 175 would amend the statutory maximum for credits approved under the Nebraska Advantage Rural Development Act. Currently, the statutory limit for approved projects is \$1,000,000 annually. Under the provisions of LB 175, the statutory limits for applications filed in calendar year 2016 would be: 1) \$1,000,000 for projects described under subsection (1) of section 77-27,188 and 2) \$1,500,000 for projects authorized under subsection (2) of 77-27,188. LB 175 would also establish a new statutory maximum grant for projects approved under subsection (2) of 77-27,188.

If the revised tax credits were fully utilized by approved projects, it is possible that up to \$1,500,000 in decreased General Fund revenue would occur annually. Because the revised limits would become active in calendar year 2016, it is estimated that the first year the revenue loss would occur is FY16-17.

Grant program and Livestock Growth Act Cash Fund – LB 175 would establish the Livestock Growth Act Cash Fund and permit the Department of Agriculture to award grants to assist counties that have been designated as a livestock friendly county. Grants could be awarded for strategic planning costs, or for improvements to public infrastructure. Costs for the grants would be paid from the Livestock Growth Act Cash Fund. As amended, LB 175 does not designate a funding source for the Livestock Growth Act Cash Fund. Absent a funding source, there would be no expenditures from the cash fund.

ADMINISTRATIVE SERVICES-STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSES		
LB: 175	AM:	AGENCY/POLT. SUB: Nebraska Department of Revenue
REVIEWED BY: Cindy Miserez	DATE: 02/09/2015	PHONE: 402-471-4174
COMMENTS: I concur with the Nebraska Department of Revenue's estimate of fiscal impact for LB175.		

