

FISCAL NOTE
LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)				
	FY 2021-22		FY 2022-23	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS		See Below		See Below
CASH FUNDS		See Below		See Below
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS		See Below		See Below

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

LB 181 seeks to expand the Convention Center Facility Financing Assistance Act. Under LB 181, parking facilities are defined in relation to sports arena facilities and included as an eligible facility to be developed or improved under the Act. Furthermore, LB 181 increases the maximum amount allowed for approved projects from \$75 million to \$150 million.

Revenue:

The Department of Revenue currently sees that the maximum of \$75 million is expected to be reached in FY23-24. This means that any General Fund revenue loss as a result of LB 181 will not be seen until after the FY21-23 biennium. It is estimated that the following transfers will be made from the General Fund to the Convention Center Support Fund once \$75 million is reached in FY23-24:

- FY23-24: \$1,931,000
- FY24-25: \$6,621,000
- FY25-26: \$6,952,000

There is no basis to disagree with these estimates.

Expenditures:

The Department of Revenue estimates no operating costs to the Department to implement LB 181. There is no basis to disagree with this estimate.

The Department of Economic Development estimates the need for a 0.5 FTE Business Consultant beginning in January of 2022 to help implement LB 181. Because revenue to the cash fund is not anticipated to increase until FY23-24, we disagree the additional FTE is needed in FY21-22 or FY22-23, but would concur that the expense is necessary beginning in FY23-24.

The impact to political subdivisions will vary based on the number of eligible projects. The City of Lincoln and Lancaster County both estimate no fiscal impact as a result of LB 181. The City of Lincoln identifies LB 181 as an additional financing option for the city's projects. There is no basis to disagree with these estimates.

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE			
LB: 181	AM:	AGENCY/POLT. SUB: County of Lancaster	
REVIEWED BY: Lee Will	DATE: 01/15/2021	PHONE: (402) 471-4175	
COMMENTS: Concur with the County of Lancaster's assessment of no fiscal impact.			

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

2021

LB⁽¹⁾ 181

FISCAL NOTE

State Agency OR Political Subdivision Name: ⁽²⁾ Nebraska Department of Economic Development

Prepared by: ⁽³⁾ Anthony Goins Date Prepared: ⁽⁴⁾ 1/28/2021 Phone: ⁽⁵⁾ 402-471-3777

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	<u>FY 2021-22</u>		<u>FY 2022-23</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS				
CASH FUNDS	\$25,300	(See Below)	\$51,635	(See Below)
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	<u>\$25,300</u>	<u>(See Below)</u>	<u>\$51,635</u>	<u>(See Below)</u>

Explanation of Estimate:

LB181 would expand the definition of convention and meeting center facility to include “a nearby parking facility for the use of the convention and meeting center facility” for purposes of the Convention Center Facility Financing Assistance Act.

The bill would also increase the amount of sales tax turnback available from the state from a maximum of \$75 million to a maximum of \$150 million per approved project.

Under Section 13-2610(6), 30% of the state sales tax revenue shall be “appropriated by the Legislature and transferred to the Civic and Community Center Financing Fund.” This fund is used by DED to make grants to applicants for civic and community centers. The additional amount of turnback flowing into the fund is unknown; however, it could increase the number of grants that can be awarded under the DED program. The additional number of potential projects and expanded turnback would result in additional grant applications and awards. This is expected to result in an increase of 0.5 FTE of a DED Business Consultant, beginning in January of 2022, to administer and monitor the additional grants.

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2021-22</u>	<u>2022-23</u>
	<u>21-22</u>	<u>22-23</u>	<u>EXPENDITURES</u>	<u>EXPENDITURES</u>
A49310 Econ Dev Bus. Consultant	0.25	0.50	\$14,855	\$30,455
Benefits.....			5,945	12,180
Operating.....			3,000	6,000
Travel.....			1,500	3,000
Capital outlay.....				
Aid.....				
Capital improvements.....				
TOTAL.....			\$25,300	\$51,635

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2021

LB⁽¹⁾ 181

FISCAL NOTE

State Agency OR Political Subdivision Name: ⁽²⁾ County of Lancaster

Prepared by: ⁽³⁾ David A. Derbin, Chief Administrative Officer Date Prepared: ⁽⁴⁾ 1/12/2021 Phone: ⁽⁵⁾ 402-441-7447

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	<u>FY 2021-22</u>		<u>FY 2022-23</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	_____	_____	_____	_____
CASH FUNDS	_____	_____	_____	_____
FEDERAL FUNDS	_____	_____	_____	_____
OTHER FUNDS	_____	_____	_____	_____
TOTAL FUNDS	=====	=====	=====	=====

Explanation of Estimate:

No Fiscal Impact.

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2021-22</u>	<u>2022-23</u>
	<u>21-22</u>	<u>22-23</u>	<u>EXPENDITURES</u>	<u>EXPENDITURES</u>
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Benefits.....	_____	_____	_____	_____
Operating.....	_____	_____	_____	_____
Travel.....	_____	_____	_____	_____
Capital outlay.....	_____	_____	_____	_____
Aid.....	_____	_____	_____	_____
Capital improvements.....	_____	_____	_____	_____
TOTAL.....	_____	_____	_____	_____

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

2021

LB⁽¹⁾ 181

FISCAL NOTE

State Agency OR Political Subdivision Name: ⁽²⁾ City of Lincoln

Prepared by: ⁽³⁾ James Van Bruggen Date Prepared: ⁽⁴⁾ 1/26/21 Phone: ⁽⁵⁾ 402-441-8301

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	<u>FY 2021-22</u>		<u>FY 2022-23</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	_____	_____	_____	_____
CASH FUNDS	_____	_____	_____	_____
FEDERAL FUNDS	_____	_____	_____	_____
OTHER FUNDS	_____	_____	_____	_____
TOTAL FUNDS	=====	=====	=====	=====

Explanation of Estimate:

The bill's expansion to nearby parking facilities provides the City of Lincoln with another financing option.

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2021-22</u>	<u>2022-23</u>
	<u>21-22</u>	<u>22-23</u>	<u>EXPENDITURES</u>	<u>EXPENDITURES</u>
Benefits.....	_____	_____	_____	_____
Operating.....	_____	_____	_____	_____
Travel.....	_____	_____	_____	_____
Capital outlay.....	_____	_____	_____	_____
Aid.....	_____	_____	_____	_____
Capital improvements.....	_____	_____	_____	_____
TOTAL.....	_____	_____	_____	_____