

Revised for 2022 session

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

<b>ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)</b>				
	<b>FY 2022-23</b>		<b>FY 2023-24</b>	
	<b>EXPENDITURES</b>	<b>REVENUE</b>	<b>EXPENDITURES</b>	<b>REVENUE</b>
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 73 seeks to adjust provisions related to the Nebraska Racetrack Gaming Act. Originally, 25% of the gambling tax revenue collected is distributed back to the county in which the tax was collected. In counties where the tax is collected within the bounds of a city or village, half of the 25% is given to the city or town. Under LB 73, 10% of the 25% would be given to the county agricultural society in the county in which the tax was collected.

The Racing and Gaming Commission estimates minimal costs to implement LB 73. The \$500 estimate given by the Racing Commission is due to a foreseen increase in postage needed and can be absorbed by the agency. This estimate was provided in the 2021 session. There is no basis to disagree with this estimate.

The impact to counties and political subdivisions will be more significant. There's no way to estimate an exact revenue loss, but there will be a 10% reduction in the revenue received by political subdivisions. In counties with licensed horseracing tracks located within the bounds of a city or village, the revenue loss will also be seen for the city or town. Lancaster County, for example, would see a 5% reduction, with the City of Lincoln receiving the other 5% revenue loss.

<b>ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY &amp; POLT. SUB. RESPONSE</b>			
LB:	0073	AM:	AGENCY/POLT. SUB: Nebraska Racing Commission
REVIEWED BY:	Claire Oglesby	DATE:	1/20/21 PHONE: (402) 471-4174
COMMENTS: If there are additional expenses to the agency, the agency can absorb the costs within its existing cash fund authority.			

<b>ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY &amp; POLT. SUB. RESPONSE</b>			
LB:	73	AM:	AGENCY/POLT. SUB: Douglas County
REVIEWED BY:	Claire Oglesby	DATE:	2/01/21 PHONE: (402) 471-4174
COMMENTS: No basis to disagree with Douglas County's fiscal note.			

<b>ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY &amp; POLT. SUB. RESPONSE</b>			
LB:	73	AM:	AGENCY/POLT. SUB: Lancaster County
REVIEWED BY:	Claire Oglesby	DATE:	1/20/21 PHONE: (402) 471-4174
COMMENTS: No basis to disagree with Lancaster County's fiscal note.			

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

**2021**

**LB<sup>(1)</sup> 73**

**FISCAL NOTE**

State Agency OR Political Subdivision Name: <sup>(2)</sup> Nebraska Racing Commission

Prepared by: <sup>(3)</sup> Tom Sage Date Prepared: <sup>(4)</sup> 1-08-2021 Phone: <sup>(5)</sup> 402-471-4155

**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	\$500.00	\$0.00	\$500.00	\$0.00
FEDERAL FUNDS				
OTHER FUNDS				
<b>TOTAL FUNDS</b>				

**Explanation of Estimate:**

Since the formation for avenues to collet, this tax has not been established it is hard to put a cost on what the expenditures would be. I do not believe the cost would be substantial since taxes will already be collected according to 9-1203. This would just add an addition entity to those who receive tax revenue from the Gaming Act. The \$500.00 estimated expenditure is for postage and supplies distribution the fund created by LB73.

**BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE**

**Personal Services:**

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2021-22 EXPENDITURES</u>	<u>2022-23 EXPENDITURES</u>
	<u>21-22</u>	<u>22-23</u>		
Benefits.....				
Operating.....			\$500.00	\$500.00
Travel.....				
Capital outlay.....				
Aid.....				
Capital improvements.....				
<b>TOTAL.....</b>			\$500.00	\$500.00

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

**2021**

**LB73<sup>(1)</sup>** *Direct a portion of the proceeds from the Nebraska Racetrack Gaming Act to county agricultural societies*

**FISCAL NOTE**

State Agency OR Political Subdivision Name: <sup>(2)</sup> DOUGLAS COUNTY, NEBRASKA

Prepared by: <sup>(3)</sup> Marcos San Martin, County Administration Date Prepared: <sup>(4)</sup> 1/29/2021 Phone: <sup>(5)</sup> 402.444.5116

**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	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>

Explanation of Estimate:

**NEGATIVE (DETRIMENTAL) FISCAL IMPACT TO DOUGLAS COUNTY**

Based on the redistribution of funds provided for in LB73, the County will lose "10%" of the overall "25%" of total allocated tax funds anticipated to be retained by the County Treasurer for County or City/County use. This bill will reduce the amount of any revenue to be utilized by a county or by both a city and county (if shared) anticipated under the Nebraska Racetrack Gaming Act.

**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<sup>(1)</sup> 73**

**FISCAL NOTE**

State Agency OR Political Subdivision Name: <sup>(2)</sup> Lancaster County

Prepared by: <sup>(3)</sup> Dennis Meyer Date Prepared: <sup>(4)</sup> 1-14-21 Phone: <sup>(5)</sup> 402-441-6869

**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	_____	_____	_____	_____
<b>TOTAL FUNDS</b>	<b>=====</b>	<b>=====</b>	<b>=====</b>	<b>=====</b>

**Explanation of Estimate:**

Lancaster County would see a reduction in racetrack gaming funds with the adoption of LB73. 10% would be distributed to the Lancaster County Agricultural Society which would reduce the amount to the County by 5% and the City of Lincoln by 5%. Estimating the amount of reduction is almost impossible because the numbers are unknown currently. Lancaster County has received no racetrack gaming funds at this time and numbers will vary between the start of the process and when it will be at highest capacity.

**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.....	_____	_____	_____	_____
<b>TOTAL.....</b>	<b>_____</b>	<b>_____</b>	<b>_____</b>	<b>_____</b>