

FISCAL NOTE
LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)				
	FY 2017-18		FY 2018-19	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS		See below		See below
CASH FUNDS	75,000	75,000	75,000	75,000
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	75,000	75,000	75,000	75,000

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

LB 356 would provide that the total amount of tax credits to be approved under the Community Development Assistance Act would be reduced by \$75,000 from FY17-18 through FY26-27. The reduction of the tax credit would increase General Fund revenue by \$75,000 per year.

LB 356 would also create the Civic Engagement Cash Fund in the Nebraska Arts Council. The fund would receive revenue from a \$75,000 General Fund transfer from FY17-18 through FY26-27. The fund would be used by the Arts Council to provide a grant to a Nebraska affiliate of a grant-making body that provides financial assistance to organizations such as museums and community groups to conduct research, promote education, and provide community resources for purposes of providing grants to eligible nonpartisan, nonprofit civic engagement projects. The Arts Council would be required to annually report to the Legislature regarding the use of the fund. The Nebraska Arts Council would expend the cash fund as a grant, and estimates that existing staff would administer the program.

There is no net impact to the General Fund, because the increased revenue realized through the reduction of the tax credit program would be transferred out to a cash fund. There would be a \$75,000 increase in cash fund expenditures.

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSES			
LB: 356	AM:	AGENCY/POLT. SUB: Department of Economic Development	
REVIEWED BY: James Van Bruggen		DATE: 2/2/17	PHONE: (402) 471-4179
COMMENTS: Agree with the Department of Economic Development’s statement of no fiscal impact.			

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSES			
LB: 356	AM:	AGENCY/POLT. SUB: Arts Council	
REVIEWED BY: James Van Bruggen		DATE: 1/25/17	PHONE: (402) 471-4179
COMMENTS: The bill would transfer \$75,000 General Funds annually to a newly created Civic Engagement Cash Fund each from Fiscal Year 2017-18 to 2026-27. The total transfer of General Funds would be \$750,000.			

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

2017

LB⁽¹⁾ 356

FISCAL NOTE

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

Prepared by: ⁽³⁾ Courtney Dentlinger Date Prepared: ⁽⁴⁾ 1/19/2017 Phone: ⁽⁵⁾ 471-3777

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	<u>FY 2017-18</u>		<u>FY 2018-19</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:

LB 356 creates the Civic Engagement Cash Fund in the Nebraska Arts Council. The legislation would reduce the total amount of tax credits granted under the Community Development Assistance Act (CDAA) by \$75,000 each fiscal year from fiscal year 2017-18 through 2026-27.

\$75,000 will be transferred to the Civic Engagement Cash Fund from the General Fund for each fiscal year for fiscal years 2017-18 through 2026-27. The Nebraska Arts Council will use the funds to award grants to organization such as museums and community groups to conduct research, promote education, and provide community resources for purposes of providing grants to eligible nonpartisan, nonprofit civic engagement projects.

Types of eligible projects include promotion of volunteerism, nonpartisan voter registration, and civic education. The Nebraska Arts Council must report grants annually to the clerk of the legislature.

The Department of Economic is currently issuing the full amount of eligible credits. Assuming that these tax credits are fully utilized, there will be no General Fund impact. There are no costs to the Department of Economic Development to implement the provisions of LB 356, as drafted.

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2017-18 EXPENDITURES</u>	<u>2018-19 EXPENDITURES</u>
	<u>17-18</u>	<u>18-19</u>		
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Benefits.....	_____	_____	_____	_____
Operating.....	_____	_____	_____	_____
Travel.....	_____	_____	_____	_____
Capital outlay.....	_____	_____	_____	_____
Aid.....	_____	_____	_____	_____
Capital improvements.....	_____	_____	_____	_____
TOTAL.....	_____	_____	_____	_____

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

2017

LB⁽¹⁾ 356

FISCAL NOTE

State Agency OR Political Subdivision Name: ⁽²⁾ Arts Council

Prepared by: ⁽³⁾ Michael Markey Date Prepared: ⁽⁴⁾ 1/20/2017 Phone: ⁽⁵⁾ 402-595-2195

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	<u>FY 2017-18</u>		<u>FY 2018-19</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS				
CASH FUNDS	\$75,000	\$75,000	\$75,000	\$75,000
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS				

Explanation of Estimate:

No fiscal impact.

The \$75,000 transferred each year from General Fund to Civic Engagement Cash Fund will be awarded in grants to eligible organizations.

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2017-18 EXPENDITURES</u>	<u>2018-19 EXPENDITURES</u>
	<u>17-18</u>	<u>18-19</u>		
Benefits.....				
Operating.....				
Travel.....				
Capital outlay.....				
Aid.....				
Capital improvements.....				
TOTAL.....				

