

FISCAL NOTE
 LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)				
	FY 2024-25		FY 2025-26	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS				
CASH FUNDS		\$1,000		
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS		\$1,000		

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

LB1344 makes the following amendments to the Nebraska Innovation Hub Act:

- Adds an inland port district to the definition of an iHub area;
- Allows for an inland port authority to be designated as an iHub;
- Requires the Department of Economic Development to terminate any iHub designation for any iHub that has not fully implemented the memorandum of understanding entered into pursuant to section 82-12,110 within three years after such designation;
- Strikes the eligibility date to apply for iHub designation;
- Adds inland port authorities to the priority scoring system to be developed by the Department of Economic Development;
- Amends the timeframe which the Director of the Department of Economic Development shall determine whether to approve the iHub designation, does not list a specific timeframe;
- Exempts inland port authorities that are designated as iHubs from geographic restrictions related to proximity to other iHubs under the act;
- Requires the iHub to report annually to the chairperson of the Urban Affairs Committee; and
- Clarifies that inland municipal port authority designated as an iHub is exempt from state and local taxes.

There will likely be an application under the act resulting in \$1,000 of revenue into the Innovation Hub Cash Fund. We estimate that any administrative burden related to the act can be accomplished by the Department with current resources.

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2024

LB⁽¹⁾ 1344

FISCAL NOTE

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

Prepared by: ⁽³⁾ Dave Dearmont Date Prepared: ⁽⁴⁾ 1/30/2024 Phone: ⁽⁵⁾ 402-471-3777

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	<u>FY 2024-25</u>		<u>FY 2025-26</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:

LB1344 would add inland port districts as an additional geographic area that is eligible to be designated as an iHub upon the DED Director’s approval and opens up the program to application for new iHubs. The bill also requires the director to approve or deny an iHub designation within an unspecified number of days. The bill would also allow for the termination of any iHub designation for any iHub that has not fully implemented the memorandum of understanding in section 81-12,110(4) within three years of its designation. Finally, the bill would end the restriction that prohibits iHubs in Omaha from being within three miles of another, provided that one of the iHubs is an inland port authority designated as an iHub.

LB1344 has no fiscal impact on DED. The Department can administer the provisions of LB1344 with current resources.

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2024-25</u>	<u>2025-26</u>
	<u>24-25</u>	<u>25-26</u>	<u>EXPENDITURES</u>	<u>EXPENDITURES</u>
Benefits.....	_____	_____	_____	_____
Operating.....	_____	_____	_____	_____
Travel.....	_____	_____	_____	_____
Capital outlay.....	_____	_____	_____	_____
Aid.....	_____	_____	_____	_____
Capital improvements.....	_____	_____	_____	_____
TOTAL.....	=====	=====	=====	=====