PREPARED BY: DATE PREPARED: PHONE: Jeanne Glenn February 19, 2015 402-471-0056

LB 457

Revision: 00

FISCAL NOTE

LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT - STATE AGENCIES (See narrative for political subdivision estimates)									
	FY 201	15-16	FY 2016-17						
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE					
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 457 would terminate the Industrial Recovery Fund and transfer the balance of the fund to the Site and Building Development Fund. There would be no net impact to the Department of Economic Development, as both funds are housed in the agency and are currently established in the agency budget.

The use of the Site and Building Development Fund would be expanded to include funding for projects that mitigate the economic impact of a closure or downsizing of a private sector entity by making necessary improvements to buildings and infrastructure. This revision would not impact total revenues or expenditures from the fund.

ADMINISTRATIVE SERVICES-STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSES								
LB: 457	AM:	AGENCY/PC	AGENCY/POLT. SUB: Department of Economic Development					
REVIEWED BY: Robin Kilgore			DATE: 2-9-15		PHONE: 471-4180			
COMMENTS: No basis to disagree with agency's estimate of fiscal impact.								

LB 457 Fiscal Note 2015

State Agency Estimate								
State Agency Name: Dept. of Economic Development						Date Due LFA 1/28/2015		
Approved by: Lara Huskey	Date Prepared: 2/2/2015				Phone: 402-471-3777			
	FY 2014-2015			FY 2015-2016			FY 2016-2017	
	Expenditures	Revenue		Expenditures	Revenue		Expenditures	Revenue
General Funds								İ
Cash Funds								
Federal Funds								
Other Funds			-					İ
Total Funds								

LB 457 terminates the Industrial Recovery Fund and transfers funds from the Industrial Recovery Fund to the Site and Building Development Fund. Under current law, the Industrial Recovery Fund is funded by transfers of funds recaptured from Nebraska Affordable Housing Trust Fund (NAHTF) projects. LB 457 ceases these transfers, and provides for such recaptured funds to go back to the NAHTF

LB 457 would make improvements to buildings and infrastructure that are currently eligible for funding under the Industrial Recovery Fund (projects that mitigate the economic impact of a closure or downsizing of a private-sector entity) eligible for funding under the Site and Building Development Fund.

Assuming that the transfer will occur in October 2015, when the bill becomes operative, the transfer the Site and Building Development Fund is estimated to be approximately \$1,134,000.

The Department will have minimal costs associated with implementing the provisions of LB 457.

Major Objects of Expenditure									
Class Code	Classification Title	14-15 <u>FTE</u>	15-16 <u>FTE</u>	16-17 <u>FTE</u>	14-15 Expenditures	15-16 Expenditures	16-17 Expenditures		
Benefits									
Operating Costs									
Travel									
Capital Outlay									
Capital Outlay									
Capital Improvements.									