

Revised due to adoption of amendments on Select File

FISCAL NOTE
LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES *				
	FY 2010-11		FY 2011-12	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS	\$41,990	(\$25,000)	\$41,990	\$0
CASH FUNDS	\$25,000	\$25,000		\$0
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	\$66,990	\$0	\$41,990	\$0

*Does not include any impact on political subdivisions. See narrative for political subdivision estimates.

LB 1002, as amended, would provide a fund transfer to a grant fund to provide state assistance to political subdivisions within a 30-mile radius of a census-designated place that is associated with an Indian reservation for the purpose of economic development, health care, or law enforcement.

A census-designated place is defined as a concentration of population identified by the U.S. Bureau of the Census, that lacks a separate municipal government but otherwise physically resembles an incorporated city or village and that is associated with an Indian reservation. In Nebraska there appears to be two such census-designated places that meet this criteria: Whiteclay (Pine Ridge) and Macy. The bill as amended now includes the further requirement that the census-designated place is in a county with fewer than 6,400 inhabitants; with this additional criteria the bill would no longer include Macy.

The bill as amended provides that any political subdivision within a 30-mile radius of the census-designated place, as defined by LB 1002, may annually apply to the Commission on Indian Affairs for state assistance to fund economic development, health, or law enforcement programs in the political subdivision.

The Commission on Indian Affairs is to review such applications for assistance, conduct a public hearing on the application, and after consideration of the application and evidence issue a finding on the application to determine its eligibility. If the application is deemed to be a legitimate use and state assistance is in the best interest of the state, the application is to be approved.

The bill, as amended by AM 2434, provides that for FY2010-11 the State Treasurer will transfer \$25,000 from the General Fund to the Designated Collection Fund, which is created by the bill. The bill, as amended by AM 1991, also provides that the Commission is to actively seek additional grants, donations, gifts, or contributions which are to be deposited in the Designated Collection Fund to be expended as specified by the bill.

The Commission on Indian Affairs is given authority to administer the grant program created by LB 1002 and it is estimated they will need 1.0 FTE for a grants program manager. Cost for this position is estimated at \$38,990, salary and benefits and \$3,000 operations for a total of \$41,990 for FY10-11.

IMPACT TO POLITICAL SUBDIVISIONS:

There is no fiscal impact to political subdivisions associated with this bill.