

FISCAL NOTE
LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)				
	FY 2019-20		FY 2020-21	
	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 637 would authorize the Nebraska Tourism Commission to develop and make available for sale directly to the public tourism promotional products related to state marketing campaigns developed and approved by the Commission. The Commission is also permitted to contract with private vendors to produce, sell and distribute such tourism promotional products. Revenue from the sale of products would be deposited in the Nebraska Tourism Commission Promotional Cash Fund.

The Nebraska Tourism Commission notes that because promotional products have not previously been sold by the agency, the cost of producing products, and the amount of revenue from sales to offset the production costs, cannot be quantified at this time. It is estimated that the existing cash fund spending authority of the Commission – currently established at \$6,622,765 -- is adequate to allow for the implementation of LB 637.

The Nebraska Tourism Commission currently uses the State Print Shop to produce calendars issued by the agency. It is anticipated that the provisions of LB 637 would not modify the use of state printing services by the Commission, as third-party contractual vendors are used to produce items that are not within in the purview of the State Print Shop.

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE			
LB: 637	AM:	AGENCY/POLT. SUB: Nebraska Tourism Commission	
REVIEWED BY: Neil Sullivan	DATE: 2/25/2019	PHONE: (402) 471-4179	
COMMENTS: No basis to disagree with the Nebraska Tourism Commission estimate of indeterminate fiscal impact from LB 637. Fiscal impact can likely be accommodated within existing resources.			

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE			
LB: 637	AM:	AGENCY/POLT. SUB: Department of Administrative Services	
REVIEWED BY: Neil Sullivan	DATE: 2/25/2019	PHONE: (402) 471-4179	
COMMENTS: The Department of Administrative Services assumptions appear reasonable and the potential fiscal impact from LB 637 appears to be minimal.			

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

2019

LB⁽¹⁾ 637

FISCAL NOTE

State Agency OR Political Subdivision Name: ⁽²⁾ Nebraska Tourism Commission

Prepared by: ⁽³⁾ John Ricks Date Prepared: ⁽⁴⁾ 1/31/19 Phone: ⁽⁵⁾ 402-471-3796

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	<u>FY 2019-20</u>		<u>FY 2020-21</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	_____	_____	_____	_____
CASH FUNDS	_____	See Below	_____	_____
FEDERAL FUNDS	_____	_____	_____	_____
OTHER FUNDS	_____	_____	_____	_____
TOTAL FUNDS	=====	=====	=====	=====

Explanation of Estimate:

Any revenues from the sale of tourism promotional products would be credited to the Nebraska Tourism Commission Promotional Cash Fund.

These would be the first products the Tourism Commission has sold, therefore we cannot estimate how many items would need to be produced within a fiscal year and how many items would be sold. Even though revenue would certainly be generated, the immediate intent would be to distribute promotional materials to expand the new brand.

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2019-20 EXPENDITURES</u>	<u>2020-21 EXPENDITURES</u>
	<u>19-20</u>	<u>20-21</u>		
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Benefits.....	_____	_____	_____	_____
Operating.....	_____	_____	_____	_____
Travel.....	_____	_____	_____	_____
Capital outlay.....	_____	_____	_____	_____
Aid.....	_____	_____	_____	_____
Capital improvements.....	_____	_____	_____	_____
TOTAL.....	_____	_____	_____	_____

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

2019

LB⁽¹⁾ 637

FISCAL NOTE

State Agency OR Political Subdivision Name: ⁽²⁾ Department of Administrative Services (DAS) – Materiel Division, State Print Shop

Prepared by: ⁽³⁾ Jennifer Sommars-Link Date Prepared: ⁽⁴⁾ 02/01/2019 Phone: ⁽⁵⁾ 402-416-0555

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	<u>FY 2019-20</u>		<u>FY 2020-21</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 637 proposes to allow the Tourism Commission to contract with private vendors to produce, sell, and distribute such tourism promotional products.

Currently, Section 81-1118 provides that the print shop of Materiel Division – Department of Administrative Services is responsible for specifications and for receiving bids and placing orders to the lowest and best commercial bidder for all printing and reproduction operations for the state.

If such promotional products to be produced are of a type that is printable by the state print shop, this could potentially result in a loss of revenue for the print shop. In 2017 State Print Shop produced 21 print jobs for Tourism Commission for \$13,780 and 15 print jobs totaling \$17,250 in 2018. This bill would allow Tourism Commission the option for some of these print jobs to be procured through private vendors.

The amount of potential revenue loss is unknown at this time.

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2019-20</u>	<u>2020-21</u>
	<u>19-20</u>	<u>20-21</u>	<u>EXPENDITURES</u>	<u>EXPENDITURES</u>
Benefits.....	_____	_____	_____	_____
Operating.....	_____	_____	_____	_____
Travel.....	_____	_____	_____	_____
Capital outlay.....	_____	_____	_____	_____
Aid.....	_____	_____	_____	_____
Capital improvements.....	_____	_____	_____	_____
TOTAL.....	=====	=====	=====	=====