PREPARED BY: DATE PREPARED: PHONE: Scott Danigole January 06, 2022 471-0055

LB 818

Revision: 00

FISCAL NOTE

LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)						
	FY 2022-23		FY 2023-24			
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE		
GENERAL FUNDS		See Below		See Below		
CASH FUNDS		See Below		See Below		
FEDERAL FUNDS						
OTHER FUNDS						
TOTAL FUNDS		See Below		See Below		

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

LB 818 allows recipients of funds under the Sports Arena Facility Financing Assistance Act to utilize those funds for nearby parking facilities. Additionally, LB 818 allows for state assistance of up to \$100 million versus the current \$50 million, and eliminates the 20 year limit for such assistance.

The Department of Revenue notes that the inclusion of nearby parking facilities extends the program area to include retailers that are near the parking facility, but not near a sports arena. This will have an immediate negative effect on General Fund revenues and the increase in the maximum assistance will result in General Fund revenue losses in future years. With a General Fund revenue loss, there would be a corresponding Cash Fund revenue gain equal to thirty percent of the General Fund Revenue loss.

These amounts cannot be determined at this time.

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE					
LB: 818	AM:	AGENCY/POLT. SUB: Depar	AGENCY/POLT. SUB: Department of Revenue		
REVIEWED B	Y: Neil Sullivan	DATE: 2/8/2022	PHONE: (402) 471-4179		
COMMENTS: No basis to disagree with the Department of Revenue assessment of minimal administrative fiscal impact and indeterminate revenue impact from LB 818.					

LB 818 Fiscal Note 2022

State Agency Estimate						
State Agency Name: Department of	Revenue				Date Due LFO:	
Approved by: Tony Fulton		Date Prepared:	2/7/2022		Phone: 471-5896	
	FY 2022-2023		FY 2023-2024		FY 2024-2025	
	Expenditures	Revenue	Expenditures	Revenue	Expenditures	Revenue
General Funds		See below		See below		See below
Cash Funds						
Federal Funds						
Other Funds						
Total Funds		See below		See below		See below

LB 818 would amend several sections of the Sports Arena Facilities Financing Assistance Act to allow state assistance to be used to finance "nearby parking facilities" defined as parking lots, garages, or other parking structures that are not directly connected to the sports arena facility, but are within 600 yards of the sports arena facility. In addition, LB 818 would allow state assistance of up to \$100 million, instead of the current \$50 million, and eliminate the 20-year limit for state assistance.

Because LB 818 includes nearby parking facilities within the definition of "eligible facilities", this bill extends the program area to include retailers that are near the parking facility, but not near the sports arena. This bill will have an immediate undeterminable, negative effect on General Fund revenues and the increase in the maximum assistance will cause a \$50 million decrease in General Fund revenues in later fiscal years.

It is estimated that there will be minimal costs to the Department of Revenue to implement this bill.

The operative date for this bill is three months after adjournment.

Major Objects of Expenditure							
Class Code	Classification Title	22-23 <u>FTE</u>	23-24 <u>FTE</u>	24-25 <u>FTE</u>	22-23 Expenditures	23-24 Expenditures	24-25 Expenditures
	Benefits						
	Operating Costs						
Travel							
Capital Outlay							
Capital Improvements							
TC 4 1							