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DATE PREPARED: February 16, 2011
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LB 65

Revision: 00

FISCAL NOTE

LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES *				
	FY 2011-12		FY 2012-13	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS		(\$2,638,000)		(\$5,415,000)
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS		(\$2,638,000)		(\$5,415,000)

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

LB 65 amends Nebraska Revised Statutes Section 77-2704.57, to change provisions relating to C-BED projects.

The bill expands the definition of payments to the local community to include payments for materials, services, and parts used to construct or permit the project.

The materials and services are to be obtained from a Nebraska company employing Nebraska residents for at least 18 months prior to the date of the project application for certification as a C-BED project and parts are to be manufactured, assembled, or fabricated in Nebraska.

The Department of Revenue indicates that the definitional change will increase the number of projects qualifying for C-BED status. The Department assumes one additional C-BED project beginning in FY2011-12 and an additional project each year through FY2014-15, with the following fiscal impact:

FY2011-12:	(\$2,638,000)
FY2012-13:	(\$5,415,000)
FY2013-14:	(\$5,485,000)
FY2014-15:	(\$5,565,000)

Cost to implement is expected to be minimal.

There is no basis to disagree with the Department of Revenue's estimate of fiscal impact or cost.

DEPARTMENT OF ADMINISTRATIVE SERVICES

REVIEWED BY	Lyn Heaton	DATE	2/22/11	PHONE	471-2526
COMMENTS					
DEPARTMENT OF REVENUE: No basis upon which to disagree. It is reasonable to assume the bill could result in additional projects.					

