

FISCAL NOTE
LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)				
	FY 2014-15		FY 2015-16	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS				
CASH FUNDS	12,000	See below		
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	12,000	See below		

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

LB917 would require the Director of Administrative Services to cause a survey of the property which comprises the Norfolk Regional Center. The bill further provides that the Director of Administrative Services, in consultation with the Department of Health and Human Services, is to determine what portion of the surveyed property is not needed for state purposes. Notwithstanding the provisions of sections 72-811 to 72-818, the Director of Administrative Services is subsequently to submit a report to the Legislature and the Governor for authorization to convey that portion of the property not needed for state purposes to the Northeast Community College Area as a donation. Upon the approval of the Legislature (or Executive Board if the Legislature is not in session) and the Governor the related property is to be transferred to the Northeast Community College Area.

Sections 72-811 to 72-818 generally provide for disposal of state buildings or land declared to be vacant or excess to the needs of the state by the Vacant Building and Excess Land Committee. With certain exceptions, proceeds from the sale of such vacant/excess property accrue to the Vacant Building and Excess Land Cash Fund which is authorized (subject to appropriation by the Legislature) to be used to pay for the maintenance of vacant/excess state buildings and land and for expenses related to the disposal of such property. Current law also provides that amounts may be transferred from the Vacant Building and Excess Land Cash Fund to the General Fund at the direction of the Legislature. In the specific instance of Norfolk Regional Center property referenced in LB917, no proceeds from the sale of excess property would be generated to accrue to the Vacant Building and Excess Land Cash Fund as the bill directs any such excess property to be donated to the Northeast Community College Area. In its fiscal note, dated 1/21/2014, the Department of Administrative Services provides an approximation of foregone Vacant Building and Excess Land Cash Fund revenue of \$140,000. The estimate assumes donation of 70 acres at an estimated value of \$2,000 per acre. However, no definitive estimate of Vacant Building and Excess Land Cash Fund revenue that may be foregone as the result of LB917 can be made until such time the Director of Administrative Services reports, as provided by the bill, to the Legislature and Governor with respect to the extent of Norfolk Regional Center property that may be deemed to be excess to the needs of the state. At such time, a definitive estimate of the value of the property proposed to be donated to the Northeast Community College Area upon legislative and executive approval could be made.

The Department of Administrative Services estimates a cost of \$12,000 (Vacant Building and Excess Land Cash Fund) to contract with a registered land surveyor to conduct a survey of the Norfolk Regional Center property as required by LB917. This estimate appears reasonable.

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

2014

LB⁽¹⁾ 917

**FISCAL
NOTE**

State Agency OR Political Subdivision Name: ⁽²⁾ Administrative Services / State Building Division

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ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	<u>FY 2014-15</u>		<u>FY 2015-16</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	_____	_____	_____	_____
CASH FUNDS	<u>12,000</u>	<u>(140,000)</u>	_____	_____
FEDERAL FUNDS	_____	_____	_____	_____
OTHER FUNDS	_____	_____	_____	_____
TOTAL FUNDS	<u><u>12,000</u></u>	<u><u>(140,000)</u></u>	<u><u>_____</u></u>	<u><u>_____</u></u>

Explanation of Estimate:

The proposed legislation will require a full boundary survey of the Norfolk Regional Center property and the submittal of a portion of the property as a gift to the Northeast Community College.

The Vacant Building and Excess Land (VBEL) cash fund expenditure shown above is the estimated cost for the State Building Division (SBD) to contract with a registered land surveyor to conduct the required survey. The documentation related to the gift will be provided by existing SBD staff.

The negative revenue to the VBEL cash fund above is an approximation of the lost revenue from the possible sale of the land to be gifted to Northeast Community College, under this bill. This estimate assumes that if 70 acres is gifted the lost revenue due to the gift would be \$140,000 (70 acres @ \$2,000 per acre = \$140,000). VBEL revenue is used to operate the building and land disposal process for many state agencies as well as to demolish unoccupied and unneeded structures.

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2014-15 EXPENDITURES</u>	<u>2015-16 EXPENDITURES</u>
	<u>14-15</u>	<u>15-16</u>		
None	_____	_____	_____	_____
Benefits.....	_____	_____	_____	_____
Operating.....	_____	_____	<u>12,000</u>	_____
Travel.....	_____	_____	_____	_____
Capital outlay.....	_____	_____	_____	_____
Aid.....	_____	_____	_____	_____
Capital improvements.....	_____	_____	_____	_____
TOTAL.....	_____	_____	<u><u>12,000</u></u>	_____