Doug Gibbs February 05, 2016 402-471-0051

## LB 719

## Revision: 00 FISCAL NOTE LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)								
	FY 201	6-17	FY 2017-18					
	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 719 amends the Community Development Law Section 18-2123 regarding acquisition and development of vacant land for redevelopment purposes.

The bill would prohibit the use of tax-increment financing (TIF) in acquiring, planning, and preparation for development or disposal of undeveloped vacant land.

In addition, the bill also prohibits such land from being declared or designated as blighted and substandard to qualify for the use of TIF.

The fiscal impact to the state will be minimal although there could be some reduction in the amount of state aid expenditure for TEEOSA.

## IMPACT TO LOCAL SUBDIVISIONS:

The city of Omaha indicates no fiscal impact for 2016, but could decrease potential revenue in future years.

ADMINISTRATIVE SERVICES-STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSES							
LB: 719	LB: 719 AM: AGENCY/POLT. SUB: Department of Revenue						
REVIEWED BY: Robin Kilgore DATE: 2-8-16 PHONE: 471-4180							
COMMENTS: Concur with agency estimate of no fiscal impact.							

ADMINISTRATIVE SERVICES-STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSES							
LB: 719	LB: 719 AM: AGENCY/POLT. SUB: City of Omaha						
REVIEWED BY: Robin Kilgore DATE: 1-13-16 PHONE: 471-4180							
COMMENTS: No basis to disagree with fiscal impact.							

## Fiscal Note 2016

State Agency Estimate									
State Agency Name: Department of RevenueDate Due LFA:2/5/216									
Approved by: Tony Fulton Date Prepared: 2/2/2016 Phone: 471-5896									
	6-2017	FY 2017-2018		FY 2018-2019					
	Expenditures	Revenue	Expenditures	Revenue	Expenditures	Revenue			
General Funds		\$ 0		\$ 0		\$ 0			
Cash Funds									
Federal Funds									
Other Funds									
Total Funds		\$ 0		\$ 0		\$ 0			

LB 719 restricts the use of tax increment financing.

LB 719 amends Neb. Rev. Stat. Section 18-2123 to prevent the use of tax-increment financing for the acquisition, planning, and preparation for development or disposal of undeveloped vacant land. It also does not allow undeveloped vacant land to be declared or designated as blighted or substandard to qualify for tax-increment financing.

It is estimated that this bill will have no impact on General Fund revenues.

It is estimated that there will be no cost to the Department to implement this bill.

Major Objects of Expenditure								
<u>Class Code</u>	Classification Title	16-17 <u>FTE</u>	17-18 <u>FTE</u>	18-19 <u>FTE</u>	16-17 <u>Expenditures</u>	17-18 <u>Expenditures</u>	18-19 <u>Expenditures</u>	
Benefits								
Operating Costs	Operating Costs							
Travel	Travel							
Capital Outlay								
Aid								
Capital Improvements								
Total	Total							

Please complete <u>ALL</u> (5) blanks in the first three lines.

LB <sup>(1)</sup> 719				<b>FISCAL NOTE</b>		
State Agency OR Political	Subdivision Name: (2)	City of Omaha				
Prepared by: <sup>(3)</sup> Tyler	Leimer	Date Prepared: (4)	1/13/2016Pho	one: (5) 402-444-4514		
	ESTIMATE PROVIDED	) BY STATE AGENO	Y OR POLITICAL SUB	DIVISION		
	<u>FY 201</u> <u>EXPENDITURES</u>	6-17 <u>REVENUE</u>	<u>F</u> <u>EXPENDITURES</u>	<u>Y 2017-18</u> <u>REVENUE</u>		
GENERAL FUNDS						
CASH FUNDS						
FEDERAL FUNDS						
OTHER FUNDS						
TOTAL FUNDS						

Explanation of Estimate: No fiscal impact for 2016, but could decrease potential revenues in future years.

BREAKD	OWN BY MAJ	OR OBJECTS O	F EXPENDITURE	
Personal Services:				
	NUMBER OF	POSITIONS	2016-17	2017-18
POSITION TITLE	<u>16-17</u>	<u>17-18</u>	<b>EXPENDITURES</b>	EXPENDITURES
			. <u> </u>	
Benefits				
Operating				
Travel				
Capital outlay				
Aid				
Capital improvements				
TOTAL				