

FISCAL NOTE
 LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)				
	FY 2020-21		FY 2021-22	
	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 867 would have no fiscal impact to state agencies.

LB 867 would establish the Local Option Municipal Childcare Financing Act. The act would apply to all cities and villages that have not enacted an economic development program under the Local Option Municipal Economic Development Act. In order to carry out a project under the provisions of LB 867, the governing body of a municipality would be required to develop a proposed plan, hold hearings regarding the plan, and submit the question to registered voters at an election. The appropriation local sources of revenue for projects carried out under act would be capped as follows:

Metropolitan or primary class cities: \$5,000,000
 First class cities: \$4,000,000
 Second class cities and villages: \$3,000,000

LB 867 defines local sources of revenue to include the city’s property tax, the city’s local option sales tax, any other general tax levied by the city, or grants, donations, or state and federal funds that would be eligible to finance the program.

The impact to local governments would depend upon local governing body decisions. Costs related to LB 867 would include staff time to develop the program, election expenses, allocation of funding sources for the program, and program administration costs. Costs would vary by municipality and cannot be estimated at this time.

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE			
LB: 867	AM:	AGENCY/POLT. SUB: City of Lincoln	
REVIEWED BY: Neil Sullivan	DATE: 1/24/2020	PHONE: (402) 471-4179	
COMMENTS: No basis to disagree with the City of Lincoln assessment of fiscal impact on local funds from LB 867.			

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE			
LB: 867	AM:	AGENCY/POLT. SUB: City of Omaha	
REVIEWED BY: Neil Sullivan	DATE: 1/24/2020	PHONE: (402) 471-4179	
COMMENTS: No basis to disagree with the City of Omaha assessment of fiscal impact on local funds from LB 867.			

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

2020

LB⁽¹⁾ 867

FISCAL NOTE

State Agency OR Political Subdivision Name: ⁽²⁾ City of Lincoln

Prepared by: ⁽³⁾ James Van Bruggen Date Prepared: ⁽⁴⁾ 1/16/20 Phone: ⁽⁵⁾ 402-441-8301

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	<u>FY 2020-21</u>		<u>FY 2021-22</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:

LB867 proposes an annual \$5 million-dollar financing cap for the City of Lincoln. If the City of Lincoln chose to create a program under this bill, there would be several fiscal impacts, including the cost of an election to obtain voter approval (\$100,000 - \$300,000 cost) and a required annual audit of any implemented project by a third party (\$5,000).

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2020-21 EXPENDITURES</u>	<u>2021-22 EXPENDITURES</u>
	<u>20-21</u>	<u>21-22</u>		
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Benefits.....	_____	_____	_____	_____
Operating.....	_____	_____	_____	_____
Travel.....	_____	_____	_____	_____
Capital outlay.....	_____	_____	_____	_____
Aid.....	_____	_____	_____	_____
Capital improvements.....	_____	_____	_____	_____
TOTAL.....	_____	_____	_____	_____

