PREPARED BY: DATE PREPARED: PHONE: Clinton Verner January 09, 2023 402-471-0056

LB 170

Revision: 00

FISCAL NOTE

LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)							
	FY 2023-24		FY 2024-25				
	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.

LB170 strikes the definition of blighted area in 58-209.01 and replaces it with the definition provided in 18-2102. This would add: "A redevelopment project involving a formerly used defense site as authorized under section 18-2123.01 and any area declared to be an extremely blighted area under section 18-2101.02 shall not count towards the percentage limitations contained in this subdivision;" to the definition of blight under 58-209.01.

No fiscal impact.

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE					
LB: 170	LB: 170 AM: AGENCY/POLT. SUB: Department of Revenue				
REVIEWED I	BY: Neil Sullivan	DATE: 1/20/2023	PHONE: (402) 471-4179		
COMMENTS: The Department of Revenue assessment of minimal fiscal impact from LB 170 appears reasonable.					

LB 0170 Fiscal Note 2023

State Agency Estimate						
State Agency Name: Department	of Revenue				Date Due LFO:	
Approved by: Glen White		Date Prepared:	01/20/2023		Phone: 471-5654	
	FY 2023	3-202 <u>4</u>	FY 2024-2025		FY 2025-2026	
	Expenditures	Revenue	Expenditures	Revenue	Expenditures	Revenue
General Funds		\$ 0	1	\$0		\$0
Cash Funds						
Federal Funds						
Other Funds						
Total Funds		\$ 0		\$0		\$0
					<u> </u>	

LB 170 hamronizes the meaning "Blighted area" used in Neb. Rev. Stat. § 58-209.01 to have the same meaning as in Neb. Rev. Stat. § 18-2103.

"Blighted area" term defined as follows in Neb. Rev. Stat. § 18-2103(3):

"Blighted area means an area

(a) which, by reason of the presence of a substantial number of deteriorated or deteriorating structures, existence of defective or inadequate street layout, faulty lot layout in relation to size, adequacy, accessibility, or usefulness, insanitary or unsafe conditions, deterioration of site or other improvements, diversity of ownership, tax or special assessment delinquency exceeding the fair value of the land, defective or unusual conditions of title, improper subdivision or obsolete platting, or the existence of conditions which endanger life or property by fire and other causes, or any combination of such factors, substantially impairs or arrests the sound growth of the community, retards the provision of housing accommodations, or constitutes an economic or social liability and is detrimental to the public health, safety, morals, or welfare in its present condition and use and

(b) in which there is at least one of the following conditions:

- (i) Unemployment in the designated area is at least one hundred twenty percent of the state or national average;
- (ii) the average age of the residential or commercial units in the area is at least forty years;
- (iii) more than half of the plotted and subdivided property in an area is unimproved land that has been within the city for forty years and has remained unimproved during that time;
- (iv) the per capita income of the area is lower than the average per capita income of the city or village in which the area is designated; or
- (v) the area has had either stable or decreasing population based on the last two decennial censuses. In no event shall a city of the metropolitan, primary, or first class designate more than thirty-five percent of the city as blighted, a city of the second class shall not designate an area larger than fifty percent of the city as blighted, and a village shall not designate an area larger than one hundred percent of the village as blighted. A redevelopment project involving a formerly used defense site as authorized under section 18-2123.01 and any area declared to be an extremely blighted area under section 18-2101.02 shall not count towards the percentage limitations contained in this subdivision;"

Major Objects of Expenditure							
Class Code	Classification Title	23-24 <u>FTE</u>	24-25 <u>FTE</u>	25-26 <u>FTE</u>	23-24 Expenditures	24-25 Expenditures	25-26 Expenditures
		1					
Benefits							
Operating Costs					\$0		
Total					\$0		

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It is estimated that this bill will have minimal impact on General Fund expenditures.

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

The operative date for this bill is 3 months after the session ends.