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 DATE PREPARED: January 22, 2007  
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**LB 359**

Revision: 00

**FISCAL NOTE**  
 LEGISLATIVE FISCAL ANALYST ESTIMATE

<b>ESTIMATE OF FISCAL IMPACT – STATE AGENCIES *</b>				
	<b>FY 2007-08</b>		<b>FY 2008-09</b>	
	<b>EXPENDITURES</b>	<b>REVENUE</b>	<b>EXPENDITURES</b>	<b>REVENUE</b>
GENERAL FUNDS				
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS				

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

Current statute generally requires that local sales tax revenue derived from motor vehicles, trailers and semitrailers be spent on road construction related purposes. LB 359 would provide an exemption to this requirement where voters have approved an economic development program under the Local Option Municipal Economic Development Act and have approved the use of some or all of the local motor vehicle sales tax revenue on such program.

LB 359 would have no fiscal impact at the state level. The impact on municipalities will be the potential need to find another source of revenue to use on street construction if the motor vehicle sales tax revenue is used for economic development. This will be up to the city's discretion.