

FISCAL NOTE
 LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)					
EXPENDITURES	GENERAL	CASH	FEDERAL	REVOLVING	TOTAL
FY2025-2026	0	0	0	0	0
FY2026-2027	0	0	0	0	0
FY2027-2028	0	0	0	0	0
FY2028-2029	0	0	0	0	0
REVENUE	GENERAL	CASH	FEDERAL	REVOLVING	TOTAL
FY2025-2026	0	0	0	0	0
FY2026-2027	0	0	0	0	0
FY2027-2028	0	0	0	0	0
FY2028-2029	0	0	0	0	0

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

LB988 would make the following amendments to the Community Development Law:

- Amend the definition of blighted area;
- Creates a definition for effective date of the redevelopment project;
- Amend the definition of redevelopment project valuation;
- Amend the definition of substandard area;
- Amend the information required under reports to the Property Tax Administrator for redevelopment plans which have been approved by a city;
- Amend the powers conferred by the Community Development Law to a city or an authority created pursuant to the Community Development Law;
- Amend 18-2147 (3) (b) which would affect the distribution of ad valorem tax on real property in redevelopment plans;
- Amend 18-2147 (4)(a), (4)(b) and (5) to have the effective date be attached to the redevelopment project;
- Amend 18-2147 (6) to strike “provision” and replace with “redevelopment project”
- Creates a duty of the treasurer of the governing body to direct any excess revenue related to such redevelopment project to the taxing entity once a redevelopment project has been paid off;
- Amend 18-2148 to include redevelopment project;
- Amend 18-2150 to strike advances of money and advances;
- Create restrictions on declaration of substandard and blighted or extremely blighted;
- Restrict division of taxes as provided in section 18-2147 from use on a public transportation project unless first approved by a majority vote of the people in the voting precincts where such public transportation project is located;
- Restricts declaration of substandard and blighted or extremely blighted twice during a twenty-year period after the effective date of the redevelopment project for such area unless such declaration has been approved by the Governor due to emergency; and
- Creates definitions for the terms debt and indebtedness for purposes of a redevelopment project or redevelopment plan.

Designation of substandard and blighted or extremely blighted areas under redevelopment plans allow for the use of tax increment financing (TIF). Amendments to the Community Development Law may impact the use of TIF, if there is an impact to areas within an equalized school district this would affect the distribution of state funds under the Tax Equity and Educational Opportunities Support Act (TEEOSA). Fiscal impact is indeterminate.

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

2026

LB⁽¹⁾ 988

FISCAL NOTE

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

Prepared by: ⁽³⁾ Taylor Jaeger Date Prepared: ⁽⁴⁾ 1/14/2026 Phone: ⁽⁵⁾ (308) 233-3674

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	<u>FY 2026-27</u>		<u>FY 2027-28</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:

No fiscal impact.

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2026-27</u>	<u>2027-28</u>
	<u>26-27</u>	<u>27-28</u>	<u>EXPENDITURES</u>	<u>EXPENDITURES</u>
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Benefits.....	_____	_____	_____	_____
Operating.....	_____	_____	_____	_____
Travel.....	_____	_____	_____	_____
Capital outlay.....	_____	_____	_____	_____
Aid.....	_____	_____	_____	_____
Capital improvements.....	_____	_____	_____	_____
TOTAL.....	_____	_____	_____	_____

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE

LB: 988 AM: AGENCY/POLT. SUB: City of Kearney

REVIEWED BY: Ryan Yang DATE: 1/16/2025 PHONE: (402) 471-4178

COMMENTS: No basis to disagree with the City of Kearney assessment of no fiscal impact from LB 998.