

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.

LB 1116 amends the Sports Arena Facility Financing Assistance Act.

The bill amends section 13-3103 to provide that no more than 10 years, a change from 5 years, of funding for a sports complex located in a city of the second class or village shall be paid by state assistance received pursuant to section 13-3108.

The bill amends section 13-3105 to provide that within 30 days after completing the board's review of an application under subsection (4) of section 13-3104, the board shall hold a public hearing on the application.

The bill amends section 13-3106 to provide that after consideration of the application and the evidence, the board shall determine whether or not to approve the application. For applications submitted on or after the effective date of the bill, the board shall make its determination within 30 days after the public hearing held pursuant to section 13-3105. For applications submitted prior to the effective date of the bill, the board shall make its determination within 30 days after the public hearing held pursuant to section 13-3105 or within 30 days after the effective date of the bill, whichever period is later. The applications shall be approved unless the board finds that the project described in the application is ineligible or that state assistance is not in the best interest of the state.

The bill provides that in determining whether state assistance is in the best interest of the state, the board may, changed from shall, consider the fiscal and economic capacity of the applicant to finance the local share of the project.

Under the bill, all actions of the board shall be by a majority vote of the board members present at the board meeting, a change from a majority vote of all the board members, one of whom must be the Governor.

The bill amends section 13-3108 to provide that if the state assistance will be used to provide funding for a sports complex located in a city of the second class or village, such state assistance to the political subdivision shall no longer be available after 10 years, a change from 5 years, of funding or when state assistance reaches \$100 million, whichever comes first.

The bill contains the emergency clause.

The Department of Revenue (DOR) notes that based on the current number of applications from second class cities, the DOR estimates that these projects will decrease General Fund revenues by approximately \$13.5 million under current law. Under this bill, which extends the funding for an additional 5 years, General Fund revenues would be decreased by an additional \$13.5 to \$15 million over the next 5-year period.

The DOR estimates minimal costs to it as a result of the bill.

There is no basis to disagree with the DOR.

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE			
LB: 1116	AM:	AGENCY/POLT. SUB: State Treasurer	
REVIEWED BY: Ryan Walton	DATE: 1/22/2026		PHONE: (402) 471-4174
COMMENTS: The State Treasurer's assessment of no fiscal impact from LB 1116 appears reasonable.			

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE			
LB: 1116	AM:	AGENCY/POLT. SUB: Department of Revenue	
REVIEWED BY: Ryan Walton	DATE: 2/13/2026		PHONE: (402) 471-4174
COMMENTS: The Department of Revenue's assessment of fiscal impact from LB 1116 appears reasonable.			

State Agency Estimate

State Agency Name: Department of Revenue		Date Due LFO:	
Approved by: James R. Kamm		Date Prepared: 02/12/2026	
	FY 2026-2027	FY 2027-2028	FY 2028-2029
	Expenditures	Revenue	Expenditures
General Funds	See below	See below	See below
Cash Funds	See below	See below	See below
Federal Funds	See below	See below	See below
Other Funds	See below	See below	See below
Total Funds	See below	See below	See below

LB 1116 changes the limitation on the length of state assistance for a sports complex located in a city of the second class or village from 5 years to 10 years.

Once the board completes the review of an application, it will only have 30 days to hold a public hearing. Additionally, it requires the board to approve or deny the application within 30 days after the public hearing for applications submitted on or after the effective date of the bill. For prior applications, the board shall decide within 30 days after the public hearing or within 30 days after the effective date of this act – whichever is later.

LB 1116 also changes the requirements of a majority vote to approve applications. The governor's vote would not be mandatory anymore under this bill.

Based on the current number of applications from second-class cities, the Department of Revenue (DOR) estimates that these projects will reduce General Fund revenues by approximately \$13.5 million over five years under current law. This bill would extend the program for an additional five years and General Fund revenues would be reduced by an additional \$13.5 to \$15 million over the next five-year period.

It is estimated that there will be minimal costs to DOR to implement this bill.

This bill contains an emergency clause and becomes law upon enactment.

Major Objects of Expenditure

Class Code	Classification Title	26-27 FTE	27-28 FTE	28-29 FTE	26-27 Expenditures	27-28 Expenditures	28-29 Expenditures
Benefits.....							
Operating Costs.....							
Travel.....							
Capital Outlay.....							
Capital Improvements.....							
Total.....							

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2026

LB⁽¹⁾ 1116

FISCAL NOTE

State Agency OR Political Subdivision
Name: ⁽²⁾

State Treasurer

Prepared by: ⁽³⁾ Jason Walters

Date Prepared: January 20, 2026

Phone: ⁽⁵⁾ 402-471-2793

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ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

FY 2026-27

FY 2027-28

	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS				
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS				

Explanation of Estimate:

The State Treasurer's Office doesn't expect any fiscal impact from LB 1116 to the office.

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

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