

FISCAL NOTE
 LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES *				
	FY 2009-10		FY 2010-11	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS		(\$191,000)		(\$879,000)
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS		(\$191,000)		(\$879,000)

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

LB 559 would amend the Convention Center Facility Financing Assistance Act.

The bill would amend the Act to include three provisions directed at cities of the first class:

- The first provision would amend section 13-2603 to provide that all hotels within a one-mile radius of the eligible facility are included as an associated hotel. Current statute provides that associated hotels are located within 450 yards of an eligible facility and, with the change proposed by LB 559, the 450 yard requirement would apply to all municipalities except first class cities.
- A first class city may receive funds from the Local Civic, Cultural, and Convention Center Financing Fund and financial assistance from an eligible facility and associated hotels.
- A first class city may apply to the Convention Center Financing Act board to approve a facility without the current requirement of issuing bonds to pay for the facility.

The bill also specifies that any municipality that has received funding under the Convention Center Facility Financing Assistance Act may apply for a grant of assistance from the Local Civic, Cultural, and Convention Center Financing Act, except a city of the primary class or metropolitan class that has received funding under the Convention Center Facility Financing Assistance Act may not apply for such a grant.

The Department of Revenue estimates that LB 559 would have the following General Fund fiscal impact:

FY2009-10:	(\$ 191,000)
FY2010-11:	(\$ 879,000)
FY2011-12:	(\$1,428,000)
FY2012-13:	(\$1,428,000)

The above impact is based on the assumption of two additional qualifying facilities, one opening in FY2009-10 and a second opening in FY2010-11. The Department of Revenue also assumes that the General Fund impacts from other activities at these locations were included in General Fund adjustments due to previous amendments to the Convention Center Financing Act. Given that 30% of the General Fund impact is credited to the Local Civic, Cultural, and Convention Center Financing Fund, this fund would receive an additional \$57,000, \$264,000, \$428,000, and \$448,000 in FY2009-10 through FY2012-13 respectively.

The Department of Revenue estimates the cost to administer LB 559 would be minimal.

There is no basis to disagree with the Department of Revenue's estimate of fiscal impact.