

FISCAL NOTE
LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)				
	FY 2018-19		FY 2019-20	
	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.

LB 1085 amends the Community Development Law and is enabling legislation for LR16CA.

The bill amends Section 18-2103 to alphabetize definitions and adds the definition of “extremely blighted.”

“Extremely blighted” is defined as a substandard and blighted area which has been certified as a Neighborhood Revitalization Strategy Area by the city and the U.S. Department of Housing and Urban Development or in which: (a) the average rate of unemployment in the area during the period covered by the most recent decennial census is at least two hundred percent of the average rate of unemployment in the state during the same period; or (b) the average poverty rate in the area exceeds twenty percent for the total federal census tract or tracts or federal census block group or block groups in the area.

Section 18-2109 is amended to insert new language that provides that no authority shall prepare a redevelopment plan for a project area that includes an extremely blighted area unless the governing body of the city has, by resolution, declared more than 50% of the property in the area to be an extremely blighted area in need of redevelopment. Prior to the resolution the question is to be submitted to the planning commission for its review. The planning commission is to conduct a public hearing and then submit a written recommendation to the governing body. Following receipt of the report the governing body is to conduct its own public hearing on the question. They may make their declaration following the public hearing.

Section 18-2147 is amended to provide that the maximum term for dividing ad valorem taxes for tax-increment financing purposes is 20 years if more than 50% of the property in the project area has been declared an extremely blighted area, or 15 years if no such declaration has occurred.

There is no fiscal impact to the state as a result of the provisions of LB 1085.

The Department of Revenue indicates minimal costs to implement the provisions of LB 1085

IMPACT TO POLITICAL SUBDIVISIONS:

Because LB 1085 is enabling legislation and requires the passage of a constitutional amendment to become effective, there is no fiscal impact.

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE			
LB: 1085	AM:	AGENCY/POLT. SUB: Dept. of Revenue	
REVIEWED BY: Lyn Heaton	DATE: 1/26/2018	PHONE: (402) 471-4181	
COMMENTS: No basis upon which to disagree with the City of Omaha’s estimate of no fiscal impact.			

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

2018

LB⁽¹⁾ 1085

FISCAL NOTE

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

Prepared by: ⁽³⁾ Tyler Leimer Date Prepared: ⁽⁴⁾ 1/24/2018 Phone: ⁽⁵⁾ (402)444-4514

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	<u>FY 2018-19</u>		<u>FY 2019-20</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>2018-19</u>	<u>2019-20</u>
	<u>18-19</u>	<u>19-20</u>	<u>EXPENDITURES</u>	<u>EXPENDITURES</u>
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Benefits.....			_____	_____
Operating.....			_____	_____
Travel.....			_____	_____
Capital outlay.....			_____	_____
Aid.....			_____	_____
Capital improvements.....			_____	_____
TOTAL.....			_____	_____