

PREPARED BY: Clinton Verner
 DATE PREPARED: February 06, 2024
 PHONE: 402-471-0056

LB 1323

Revision: 00

FISCAL NOTE
 LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)				
	FY 2024-25		FY 2025-26	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS	\$10,000,000			
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	\$10,000,000			

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

LB1323 appropriates \$10,000,000 in FY2024-25 to the Department of Economic Development to carry out the purposes of the Nebraska Affordable Housing Act. Disagree with the agency's estimate for increased operations, operation appropriation is sufficient for this increased aid.

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE			
LB: 1323	AM:	AGENCY/POLT. SUB: Department of Economic Development	
REVIEWED BY: Neil Sullivan	DATE: 2/8/2024	PHONE: (402) 471-4179	
COMMENTS: The Department of Economic Development assessment of fiscal impact from LB 1323 appears reasonable.			

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

2024

LB⁽¹⁾ 1323

FISCAL NOTE

State Agency OR Political Subdivision Name: ⁽²⁾ Nebraska Department of Economic Development

Prepared by: ⁽³⁾ Dave Dearthmont Date Prepared: ⁽⁴⁾ 1/29/2024 Phone: ⁽⁵⁾ 402-471-3777

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	<u>FY 2024-25</u>		<u>FY 2025-26</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	<u>\$2,500,000</u>	<u></u>	<u>\$7,500,000</u>	<u></u>
CASH FUNDS	<u></u>	<u></u>	<u></u>	<u></u>
FEDERAL FUNDS	<u></u>	<u></u>	<u></u>	<u></u>
OTHER FUNDS	<u></u>	<u></u>	<u></u>	<u></u>
TOTAL FUNDS	\$2,500,000		\$7,500,000	

Explanation of Estimate:

LB1323 would appropriate \$10 million from the General Fund in fiscal year 2024-25 to DED to provide grants under the Nebraska Affordable Housing program.

DED believes the total \$10 million will be distributed approximately 25 percent in FY2024-25 and 75 percent in FY2025-26.

The Department estimates a need for two (2) additional staff members, including one (1) Economic Development Manager position and one (1) Economic Development Consultant II position, for the administration of these funds. Operating costs include \$28,417 annually for software and licenses for grant management software and \$4,479 for additional leased office space.

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2024-25</u>	<u>2025-26</u>
	<u>24-25</u>	<u>25-26</u>	<u>EXPENDITURES</u>	<u>EXPENDITURES</u>
G49550 Economic Development Manager	<u>0.75</u>	<u>1.0</u>	<u>\$54,480</u>	<u>\$72,640</u>
A49012 Economic Development Consultant II	<u>0.5</u>	<u>0.5</u>	<u>\$34,240</u>	<u>\$34,240</u>
Benefits.....			<u>\$31,050</u>	<u>\$37,410</u>
Operating.....			<u>\$55,100</u>	<u>\$60,950</u>
Travel.....			<u>\$8,870</u>	<u>\$11,050</u>
Capital Outlay.....			<u>\$17,200</u>	<u>\$0</u>
Aid.....			<u>\$2,299,060</u>	<u>\$7,283,710</u>
Capital Improvements.....			<u>\$0</u>	<u>\$0</u>
TOTAL.....			<u>\$2,500,000</u>	<u>\$7,500,000</u>