Austin Ligenza December 23, 2021 (402)471-0050

# LB 629

### Revision: 01 FISCAL NOTE LEGISLATIVE FISCAL ANALYST ESTIMATE

Revised for 2022 session

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)						
	FY 202	2-23	FY 20	)23-24		
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE		
GENERAL FUNDS	\$8,025,400					
CASH FUNDS						
FEDERAL FUNDS						
OTHER FUNDS						
TOTAL FUNDS	\$8,025,400					

Any Fiscal Notes received from state agencies and political subdivisions are attached following the Legislative Fiscal Analyst Estimate. It is assumed LB 629 will be amended to adjust the timing of the appropriation.

LB 629 seeks to establish a grant program to assist various municipalities that have been negatively impacted by COVID-19. LB 629 defines an eligible recipient as a municipality that has received assistance under the Civic and Community Center Financing Act, a political subdivision that has received assistance under the Sports Arena Facility Financing Assistance Act, or a county agricultural society.

The bill contains intent to appropriate \$8 million in FY 22-23 to fund eligible recipients that suffered event cancellations due to COVID19. Qualifying events are those related to the various financing acts listed above, or an event held by a county agricultural society. LB 629 requires the Department of Revenue to receive and approve qualifying applications.

The Department of Revenue estimates the grant fund will be fully utilized, creating an \$8 million General Fund expenditure in FY 22-23. Additionally, the Department of Revenue estimates the need for a 0.5 FTE Administrative Programs Officer I in FY 22-23 to help administer the grant, a total cost of \$25,400. There is no basis to disagree with these estimates.

The estimate from Revenue was provided in the 2021 session.

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

LB: 629	AM:	AGENCY/POLT. SUB: Department of Revenue				
REVIEWED BY:	Lee Will	DATE: 02/05/2021	PHONE: (402) 471-4175			
COMMENTS: Concur with the Department of Revenue's assessment of fiscal impact related to the appropriation provided in the bill for cancelled events.						

ADMINIS	STRATIVE SE	ERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & P	OLT. SUB. RESPONSE	
LB: 629	AM:	AGENCY/POLT. SUB: Nebraska Association of Co	ounty Officials (NACO)	
REVIEWED BY:	Lee Will	DATE: 02/05/2021	PHONE: (402) 471-4175	
COMMENTS: No basis to disagree with NACO's assessment of unknown fiscal impact to the counties.				

ADMINI	STRATIVE SER	VICES STATE BUDGET DIVISION: REVIEW OF AGEN	NCY & POLT. SUB. RESPONSE				
LB: 629	AM:	AGENCY/POLT. SUB: County of Lancaste	er				
REVIEWED BY:	Lee Will	DATE: 01/25/2021	PHONE: (402) 471-4175				
COMMENTS: Concur with the County of Lancaster's assessment of no fiscal impact to the County. The bill provides for a General Fund appropriation of \$8 million in FY 21-22 to establish a grant program within the Department of Revenue for financial assistance to eligible recipients that have lost revenue due to cancelled events due to COVID-19.							

#### LB 629 Revised

#### Fiscal Note 2021

State Agency Estimate							
State Agency Name: Department of	Revenue				Date Due LFO:		
Approved by: Tony Fulton		Date Prepared:	2/4/2021		Phone: 471-5896		
	FY 2021	-2022	FY 2022	-2023	FY 2023	-2024	
	Expenditures	Revenue	Expenditures	Revenue	Expenditures	Revenue	
General Funds	\$8,025,400	\$0	\$ 0	\$ 0	\$ 0	\$ 0	
Cash Funds							
Federal Funds							
Other Funds							
Total Funds	\$8,025,400	\$0	\$ 0	\$ 0	\$ 0	\$ 0	

LB 629 calls on the Nebraska Department of Revenue (DOR) to administer a grant program to municipalities that have received a grant under the Civic and Community Center Financing Act, local governments that have received assistance under the Sports Arena Facility Financing Assistance act, and county agricultural societies. The purpose of the grant program is to assist such public entities that have experienced a negative financial impact from event cancellations due to COVID-19. DOR is to develop a form for applications and grant assistance to applicants using criteria the DOR may establish. LB 629 states Legislative intent to appropriate \$8 million from the General Fund in FY 2021-22 for these grants.

LB 629 is estimated to have the following fiscal impact on the General Fund expenditures.

FY2021-2022	\$ 8,000,000
FY2022-2023	\$ -
FY2023-2024	\$ -
FY2024-2025	\$ -

It is estimated that DOR would require 0.5 FTE Administrative Programs Officer I in FY21-22 only in order to successfully implement this bill.

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

Major Objects of Expenditure							
Class Code	Classification Title	21-22 <u>FTE</u>	22-23 <u>FTE</u>	23-24 <u>FTE</u>	21-22 Expenditures	22-23 Expenditures	23-24 Expenditures
A09011	Administrative Programs Officer I	0.5	0.0	0.0	\$19,100	\$0	\$0
Benefits					\$6,300		
Operating Costs							
Travel							
	ents						
Total			•••••		\$25,400	\$0	\$0

Please complete <u>ALL</u> (5) blanks in the first three lines.

LB <sup>(1)</sup> 629				FISCAL NOTE
State Agency OR Po	litical Subdivision Name: <sup>(2)</sup>	Nebraska Associa	tion of County Officials (N	IACO)
Prepared by: <sup>(3)</sup>	Elaine Menzel	Date Prepared: <sup>(4)</sup>	1/22/2021 Phone: (5	402.434.5660
	ESTIMATE PROVI	DED BY STATE AGEN	CY OR POLITICAL SUBDIVI	SION
	<u>FY 2</u> <u>EXPENDITURES</u>	2021-22 <u>REVENUE</u>	<u>FY 202</u> <u>EXPENDITURES</u>	<u>2-23</u> <u>REVENUE</u>
GENERAL FUND	S			
CASH FUNDS				
FEDERAL FUND	s			
OTHER FUNDS				
TOTAL FUNDS				

Explanation of Estimate:

LB 629 would establish a grant program to provide financial assistance to certain entities, including counties if they receive assistance under the Sports Arena Facility Financing Assistance Act and county agricultural societies, affected by event cancellations related to COVID-19.

There are 93 county agricultural societies and each collected a levy in 2020; however, the size and activity level of each agricultural society differs.

The fiscal impact to counties is unknown.

<u>BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE</u>						
Personal Services:						
	NUMBER OF	<b>POSITIONS</b>	2021-22	2022-23		
POSITION TITLE	<u>21-22</u>	22-23	<b>EXPENDITURES</b>	<b>EXPENDITURES</b>		
	<u> </u>					
Benefits						
Operating						
Travel						
Capital outlay						
Aid						
Capital improvements						
TOTAL						

Please complete <u>ALL</u> (5) blanks in the first three lines.

LB <sup>(1)</sup> 629					FISCAL NOTE
State Agency OR I	Political Subdivision Name: <sup>(2)</sup>	County of Lancast	er		
Prepared by: <sup>(3)</sup>	David A. Derbin, Chief Administrative Officer	Date Prepared: <sup>(4)</sup>	1/21/2021	Phone: <sup>(5)</sup>	402-441-7447
	ESTIMATE PROVI	IDED BY STATE AGEN	CY OR POLITICAL	<u>SUBDIVIS</u>	SION
		<u>2021-22</u>		<u>FY 2022</u>	
	<b>EXPENDITURES</b>	<u>REVENUE</u>	<u>EXPENDITUE</u>	<u>KES</u>	<u>REVENUE</u>
GENERAL FUN	DS		<u> </u>		
CASH FUNDS					
FEDERAL FUN	DS				
OTHER FUNDS					
TOTAL FUNDS					
Explanation of E	stimate:				
No fiscal impac	t				

BREAKI	<u>DOWN BY MAJ</u>	<u>OR OBJECTS O</u>	<u>F EXPENDITURE</u>	
Personal Services:				
	NUMBER OF	POSITIONS	2021-22	2022-23
POSITION TITLE	<u>21-22</u>	<u>22-23</u>	EXPENDITURES	EXPENDITURES
		<u> </u>		
Benefits				
Operating				
Travel				
Capital outlay				
Aid				
Capital improvements				
TOTAL	•••			

2021

Please complete <u>ALL</u> (5) blanks in the first three lines.

LB <sup>(1)</sup> 629				<b>FISCAL NOTE</b>
State Agency OR Po	olitical Subdivision Name: <sup>(2)</sup>	City of Lincoln		
Prepared by: <sup>(3)</sup>	James Van Bruggen	Date Prepared: <sup>(4)</sup>	1/28/21 Ph	one: (5) 402-441-8301
	ESTIMATE PROVI	DED BY STATE AGEN	CY OR POLITICAL SU	BDIVISION
	<u>FY 2</u> EXPENDITURES	2021-22 <u>REVENUE</u>	<u>F</u> EXPENDITURES	<u>Y 2022-23</u> S <u>REVENUE</u>
GENERAL FUND	DS			
CASH FUNDS				
FEDERAL FUND	S			
OTHER FUNDS				
TOTAL FUNDS				

Explanation of Estimate:

This would have a positive fiscal impact on the City of Lincoln pending the guidelines of the grant program.

<u>BREAKI</u>	DOWN BY MAJ	IOR OBJECTS O	<u>F EXPENDITURE</u>	
Personal Services:				
	NUMBER OF POSITIONS		2021-22	2022-23
POSITION TITLE	21-22	22-23	<b>EXPENDITURES</b>	<b>EXPENDITURES</b>
	<u> </u>			
Benefits				
Operating				
Travel				
Capital outlay				
Aid				
Capital improvements				
TOTAL				

## 2021