PREPARED BY: DATE PREPARED: PHONE: Doug Gibbs February 13, 2017 402-471-0051

**LB 262** 

Revision: 00

## **FISCAL NOTE**

**LEGISLATIVE FISCAL ANALYST ESTIMATE** 

ESTIMATE OF FISCAL IMPACT - STATE AGENCIES (See narrative for political subdivision estimates)							
	FY 201	7-18	FY 2018-19				
	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 262 amends the Community Development Law.

Nebraska Revised Statutes Section 18-2123, regarding tax-increment financing (TIF), is amended to restrict the use of TIF by preventing its use for the acquisition, planning, and preparation for development or disposal of vacant land. In addition, undeveloped vacant land shall not be declared or designated as blighted and substandard for use of TIF unless the land meets the definition of blighted in Section 18-2103(11)(b)(iii).

There is no fiscal impact to the state as a result of the provisions of LB 262.

The Department of Revenue indicates no cost to implement LB 262.

## **IMPACT TO POLITICAL SUBDIVISIONS:**

The city of Lincoln indicates that LB 262 will have an indeterminate impact.

We have no basis to disagree with the city of Lincoln's estimate of fiscal impact.

ADMIN	ISTRATIVE SERVICE	ES STATE BUDGET DIVISION	N: REVIEW OF AGENCY & POLT. SUB. RESPONSE		
LB: 262	AM:	AGENCY/POLT. SUB: City of Lincoln			
REVIEWED I	BY: Lyn Heaton	DATE: 2/15/2017	PHONE: (402) 471-4181		
COMMENTS: No direct fiscal impact on the City of Lincoln.					

LB 262 Fiscal Note 2017

	State Agency	Estimate			
of Revenue				Date Due LFA:	02/16/2017
	Date Prepared:	02/10/2017		Phone: 471-5896	
FY 2017	7-2018	FY 2018	3-2019	FY 20	19-2020
<b>Expenditures</b>	Revenue	<b>Expenditures</b>	Revenue	Expenditures	Revenue
	\$ 0	1	\$ 0		\$ 0
	\$ 0		\$ 0		\$ 0
	FY 201	of Revenue  Date Prepared:  FY 2017-2018  Expenditures Revenue  \$ 0	Date Prepared: 02/10/2017   FY 2017-2018   FY 2018   Expenditures   Revenue   Expenditures   \$0	The Revenue           Date Prepared: 02/10/2017           FY 2017-2018         FY 2018-2019           Expenditures         Revenue         Expenditures         Revenue           \$ 0         \$ 0         \$ 0	Of Revenue         Date Due LFA:           Date Prepared:         02/10/2017         Phone: 471-5896           FY 2017-2018         FY 2018-2019         FY 20           Expenditures         Revenue         Expenditures           \$ 0         \$ 0         \$ 0           \$ 0         \$ 0         \$ 0

LB 262 restricts the use of tax increment financing.

LB 262 amends Neb. Rev. Stat. § 18-2123 to prevent the use of tax-increment financing for the acquisition, planning, and preparation for development or disposal of undeveloped vacant land. It also does not allow undeveloped vacant land to be declared or designated as blighted and substandard to qualify for tax-increment financing unless the land meets the statutory definition of a blighted area.

It is estimated that this bill will have no impact on General Fund revenues.

It is estimated that there will be no cost to the Department to implement this bill.

Major Objects of Expenditure							
Class Code	Classification Title	17-18 <u>FTE</u>	18-19 <u>FTE</u>	19-20 <u>FTE</u>	17-18 Expenditures	18-19 Expenditures	19-20 Expenditures
Capital Outlay							
Capital Improvemen	ts						
Total		•••••	•••••	•••••			

LB <sup>(1)</sup> 262					FISCAL NOTE			
State Agency OR	Political Subdivision Name:	City of Lincoln	City of Lincoln					
Prepared by: (3)	Sherry Wolf Drbal	Date Prepared	l: <sup>(4)</sup> 1/31/17	Phone: (5)	402-441-8305			
	ESTIMATE PRO	VIDED BY STATE AC	GENCY OR POLITICA	AL SUBDIVISIO	ON			
	1	FY 2017-18		FY 2018	3-19			
	EXPENDITUR		<u>EXPEND</u>		REVENUE			
GENERAL FUN	NDS							
CASH FUNDS								
FEDERAL FUN	NDS	<u></u>						
OTHER FUND	s							
TOTAL FUNDS	s							
Explanation of l	Estimate:							
	mpact of this bill o	OWN BY MAJOR OB.		TUDE				
Personal Service		OWN BI MAJOR OB	JECTS OF EAFENDI	<u>I UKE</u>				
POSI	TION TITLE	NUMBER OF POSIT  17-18  18-	YIONS 2017 -19 EXPEND		2018-19 EXPENDITURES			
Benefits								
Operating								
Travel								
-								
	ements							
TOTAL								