

FISCAL NOTE
LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)				
	FY 2016-17		FY 2017-18	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS		(\$55,000)		(\$138,000)
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS		(\$55,000)		(\$138,000)

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

LB 806 creates the Riverfront Development District Act.

This Act would allow a city of the metropolitan, primary, first, or second class to create a riverfront development district by ordinance. The district must be entirely within the city boundaries and may not extend more than one-half mile from the edge of the river.

For purposes of LB 806, "river" is defined as the Missouri River, Platte River, Republican River, Niobrara River, Loup River, Elkhorn River or any branches of those same rivers but does not include any other tributaries of those rivers.

The mayor of a city creating a riverfront development district is to appoint, with the approval of the city council, an authority consisting of five or more members to manage the district.

The authority has a number of powers including the ability to enter into contracts; invest the money of the authority; interlocal agreements; create and implement development and redevelopment plans within the district's boundaries; acquire, construct and operate public offstreet parking; improve public places or facilities within the district's boundaries; construct pedestrian shopping malls, plazas, sidewalks, parks, meeting facilities, bus shelters, lighting, benches, etc.; enforce parking regulations and security; employee agents and employees; fix and collect rents and charges; issue bonds by resolutions; and a number of other powers.

In addition, the authority's real property, income and operations are exempt from all taxation by the state or any political subdivision of the state.

The city may levy a general business occupation tax upon the businesses and users of space with a riverfront development district or the city may levy a special assessment against the real estate within a riverfront development district.

A riverfront development district may be dissolved 60 days after passage of an ordinance of dissolution and any remaining assets would become the assets of the city.

The Department of Revenue estimates the following fiscal impact to the General Fund as a result of LB806:

FY2016-17: (\$ 55,000)
 FY2017-18: (\$ 138,000)
 FY2018-19: (\$ 165,000)

The Department indicates the cost to implement the provisions of LB 806 to be minimal.

We have no basis to disagree with the Department of Revenue's estimate of fiscal impact or cost.

IMPACT TO POLITICAL SUBDIVISIONS:

The city of Omaha has estimated a cost of \$165,930 for FY2016-17 and \$168,120 for FY2017-18 for initial start-up costs for a riverfront development district.

We have no basis to disagree with the city of Omaha's estimate.

ADMINISTRATIVE SERVICES-STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSES			
LB: 806	AM:	AGENCY/POLT. SUB: Department of Revenue	
REVIEWED BY: Robin Kilgore		DATE: 2-12-16	PHONE: 471-4180
COMMENTS: No basis to disagree with agency estimate of fiscal impact.			

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

2016

LB⁽¹⁾ 806

FISCAL NOTE

State Agency OR Political Subdivision Name: ⁽²⁾

City of Omaha

Prepared by: ⁽³⁾ Tyler Leimer

Date Prepared: ⁽⁴⁾ 1/15/2016

Phone: ⁽⁵⁾ 402-444-4514

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	<u>FY 2016-17</u>		<u>FY 2017-18</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	\$165,930		\$168,120	
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	<u>\$165,930</u>		<u>\$168,120</u>	

Explanation of Estimate: First year will have initial start-up costs different from yearly ongoing costs. \$150,000 a year will be contributed for start-up and operational costs by the City, the rest of the expense will be for personal services. Also, our fiscal impact does not take into consideration any expenditures relating to the assessments to the City by the district authority.

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2016-17</u>	<u>2017-18</u>
	<u>16-17</u>	<u>17-18</u>	<u>EXPENDITURES</u>	<u>EXPENDITURES</u>
Benefits.....				
Operating.....				
Travel.....				
Capital outlay.....				
Aid.....				
Capital improvements.....				
TOTAL.....				