

PREPARED BY: Clinton Verner
DATE PREPARED: January 25, 2024
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LB 850

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				
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.

LB850 amends the use of the American Rescue Plan Act (ARPA) State Coronavirus Fiscal Recovery Funds appropriated under LB1014 and reappropriated by LB814 pursuant to the Rural Workforce Housing Investment Act to allow for grants for rehabilitation and adaptive reuse of vacant or abandoned property in disproportionately impacted rural communities, sets definitions, and creates and emergency.

As this is a revision to the use of funds already appropriated to the Department of Economic Development, there is no fiscal impact.

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

2024

LB⁽¹⁾ 850

FISCAL NOTE

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

Prepared by: ⁽³⁾ Dave Dearmont Date Prepared: ⁽⁴⁾ 1/5/2024 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	_____	_____	_____	_____
CASH FUNDS	_____	_____	_____	_____
FEDERAL FUNDS	_____	_____	_____	_____
OTHER FUNDS	_____	_____	_____	_____
TOTAL FUNDS	=====	=====	=====	=====

Explanation of Estimate:

LB850 would replace a housing-related ARPA program that was originally passed in Section 42 of LB1014 (2022 session). The original program was referred to as the "Rural Workforce Housing Land Development" program. This program allowed for land preparation activities for the development of workforce housing. Workforce housing development is not an eligible use of SLFRF monies under ARPA, thus the use of this program as designed would have required repayment by the awardees of the federal interest in any rehabilitated property, in accordance with Federal regulations. LB850 would create a new grant program using the funds originally appropriated for the Rural Workforce Housing Land Development program. The new program would allow for rehabilitation and adaptive reuse of vacant or abandoned properties in disproportionately impacted rural communities, including land preparation activities that result in the future development of affordable housing or the installation of certain neighborhood features, which conforms to the eligible uses of SLFRF monies under ARPA.

DED can administer the provisions of LB850 with current resources.

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>
Benefits.....	_____	_____	_____	_____
Operating.....	_____	_____	_____	_____
Travel.....	_____	_____	_____	_____
Capital outlay.....	_____	_____	_____	_____
Aid.....	_____	_____	_____	_____
Capital improvements.....	_____	_____	_____	_____
TOTAL.....	_____	_____	_____	_____