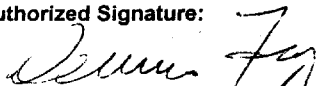


1999 Session		LRB Number 4065/3
FISCAL ESTIMATE DOA-2048 N(R06/99)		Bill Number SB 442
<input checked="" type="checkbox"/> ORIGINAL <input type="checkbox"/> UPDATED <input type="checkbox"/> CORRECTED <input type="checkbox"/> SUPPLEMENTAL		Amendment No. if Applicable
Subject Creation of Local Arts Districts		Administrative Rule Number
Fiscal Effect State: <input checked="" type="checkbox"/> No State Fiscal Effect Check columns below only if bill makes a direct appropriation or affects a sum sufficient appropriation.		
<input type="checkbox"/> Increase Existing Appropriation <input type="checkbox"/> Increase Existing Revenues <input type="checkbox"/> Decrease Existing Appropriation <input type="checkbox"/> Decrease Existing Revenues <input type="checkbox"/> Create New Appropriation		<input type="checkbox"/> Increase Costs - May be possible to Absorb Within Agency's Budget <input type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Decrease Costs
Local: <input type="checkbox"/> No local government costs		
1. <input type="checkbox"/> Increase Costs <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory 2. <input type="checkbox"/> Decrease Costs <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	3. <input type="checkbox"/> Increase Revenues <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory 4. <input type="checkbox"/> Decrease Revenues <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	5. Types of Local Governmental Units Affected: <input type="checkbox"/> Towns <input type="checkbox"/> Villages <input checked="" type="checkbox"/> Cities <input type="checkbox"/> Counties <input type="checkbox"/> Others _____ <input type="checkbox"/> School Districts <input type="checkbox"/> WTCS Districts
Fund Sources Affected <input type="checkbox"/> GPR <input type="checkbox"/> FED <input type="checkbox"/> PRO <input type="checkbox"/> PRS <input type="checkbox"/> SEG <input type="checkbox"/> SEG-S		Affected Chapter 20 Appropriations
Assumptions Used in Arriving at Fiscal Estimate Summary: SB 442 authorizes cities with populations over 150,000 to establish a Cultural Arts District, and designates certain powers for the development, maintainance and operation of a District. Once a District is established, its obligations are no longer the responsibility of the sponsoring city and it operates as a separate government entity. State Fiscal Effect: Given that the establishment of a district could result in increased promotional opportunities for the state, region or city, the Department could utilize some of its marketing resources to create awareness of a district and potentially generate increased travel and related expenditures as a result of that activity. Because it is unclear whether or not a district would be created, and what type of actions would be taken once established it is not possible to give an accurate estimate of what the State Fiscal Effect might be. However, from Tourism's perspective it is likely to be minimal. Local Government Costs: Indeterminable SB 442 gives cities with populations over 150,000 the authority to create an arts district but does not require it to do so. Because it is unclear whether or not a District will be created, and to what extent it will utilize its powers to finance construction, condemn property and generate expenses and revenues, it is impossible to determine what the cost to local government might be under the bill.		
Long-Range Fiscal Implications		
Prepared by: Todd Pierce	Telephone No. 261-8764	Agency Tourism
Authorized Signature: 	Telephone No. 266-6747	Date 3/14/00