

**FISCAL NOTE**  
**LEGISLATIVE FISCAL ANALYST ESTIMATE**

<b>ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)</b>				
	<b>FY 2021-22</b>		<b>FY 2022-23</b>	
	<b>EXPENDITURES</b>	<b>REVENUE</b>	<b>EXPENDITURES</b>	<b>REVENUE</b>
GENERAL FUNDS				
CASH FUNDS	\$4,000	\$4,000		\$8,000
FEDERAL FUNDS				
OTHER FUNDS				
<b>TOTAL FUNDS</b>	<b>\$4,000</b>	<b>\$4,000</b>		<b>\$8,000</b>

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

LB 70 seeks to establish professional kickboxing and professional bare-knuckle boxing under the State Athletic Commission. Currently, the State Athletic Commissioner has sole direction, management, control, and jurisdiction over professional mixed martial arts, professional boxing, professional sparring matches and exhibitions and amateur mixed martial arts. Adding professional kickboxing and professional bare-knuckle boxing would allow the Commission to do the following:

- Require licenses and permits for contestants, referees, promoters, doctors, judges, etc.
- Set the rules for the length and number of rounds allowed in a contest;
- Require approval by a licensed physician for a contestant to be able to compete;
- Establish any new rules or regulations to guide professional kickboxing or professional bare-knuckle boxing.

It's unlikely that LB 70 will create a significant staffing need for the Athletic Commission, although there will be initial costs to consult with one expert on each new sport, resulting in a one-time cost of \$2,000 per consultant. Each expert will help train officials and referees.

The State Athletic Commission under the Department of Revenue is a cash funded sub-program that receives 5% in revenue from gross receipts of ticket sales, among other fees for licensing the various parties involved in these events. The Department of Revenue estimates that LB 70 would result in an additional 4 events in FY22, and 8 events per fiscal year after FY22. The projected revenue for each new event is \$1,000, resulting in a revenue growth of \$4,000 in FY22 and \$8,000 in FY23. The fiscal office agrees with the estimates provided by the Department of Revenue.

<b>ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY &amp; POLT. SUB. RESPONSE</b>			
LB: 70	AM:	AGENCY/POLT. SUB: Department of Revenue	
REVIEWED BY: Lee Will	DATE: 01/21/2021	PHONE: (402) 471-4175	
COMMENTS: The Department of Revenue's assessment of fiscal impact seems reasonable given the assumptions used.			

**State Agency Estimate**

State Agency Name: Department of Revenue			Date Due LFO:		
Approved by: Tony Fulton			Date Prepared: 1/20/2021		Phone: 471-5896
<b>FY 2021-2022</b>		<b>FY 2022-2023</b>		<b>FY 2023-2024</b>	
<u>Expenditures</u>	<u>Revenue</u>	<u>Expenditures</u>	<u>Revenue</u>	<u>Expenditures</u>	<u>Revenue</u>
General Funds					
Cash Funds	\$ 4,000		\$ 8,000		\$ 8,000
Federal Funds					
Other Funds					
<b>Total Funds</b>	<b>\$ 4,000</b>	<b>\$ 4,000</b>	<b>\$ 8,000</b>		<b>\$ 8,000</b>

LB 70 amends several statutes related to the Athletic Commission to allow for the regulation of professional kickboxing and bare-knuckle boxing.

The Athletic Commission would incur an approximate total cost of \$4,000 (\$2,000 for a kickboxing expert, \$2,000 for a bare-knuckled boxing expert) to train officials and referees in first year and no costs thereafter.

It is estimated that LB 70 would result in an additional 4 events in fiscal year 2021-22, yielding \$4,000, and 8 events in fiscal year 2022-23 and thereafter, yielding a total of \$8,000 in each year.

**Major Objects of Expenditure**

<u>Class Code</u>	<u>Classification Title</u>	<u>21-22 FTE</u>	<u>22-23 FTE</u>	<u>23-24 FTE</u>	<u>21-22 Expenditures</u>	<u>22-23 Expenditures</u>	<u>23-24 Expenditures</u>
	Benefits.....						
	Operating Costs.....				\$ 4,000		
	Travel.....						
	Capital Outlay.....						
	Capital Improvements.....						
	<b>Total.....</b>				<b>\$4,000</b>		