

AMENDMENTS TO LB 141

(Amendments to Final Reading copy)

1 1. Insert the following new section:

2 "Sec. 10. Section 77-27,139.03, Revised Statutes
3 Supplement, 1998, is amended to read:

4 77-27,139.03. (1) State aid provided to municipalities
5 pursuant to sections 77-27,139.01 to 77-27,139.04 shall be
6 calculated by determining the average property tax levy for
7 operational purposes other than for principal and interest payments
8 on the indebtedness of all incorporated municipalities. The
9 Auditor of Public Accounts shall provide to the Department of
10 Revenue a list of the bond and nonbond tax request amounts from the
11 most recent budgets filed by incorporated municipalities. The
12 information shall be used to calculate the bond and nonbond tax
13 levies for aid purposes under this section. The auditor shall
14 provide the information to the department by February 1 each year.

15 (2) Each municipality shall receive state aid from the
16 Municipal Equalization Fund equal to (a) the product of the average
17 per capita property tax of the appropriate population group
18 multiplied by the current population of the municipality minus (b)
19 the product of the average property tax levy multiplied by the
20 certified valuation within the incorporated municipality, except
21 that a municipality shall not receive any aid under this section if
22 the calculation results in a negative number.

23 (3) If a municipal tax levy for operational purposes was

1 less than ~~forty cents per one hundred dollars of valuation~~ the
2 average property tax levy in the immediately preceding fiscal year,
3 the state aid provided to such municipality shall be reduced by
4 twenty percent for each one-cent increment the levy was below ~~forty~~
5 ~~cents~~ the average property tax levy.

6 (4) Aid distributed to a municipality shall not exceed
7 the amount which would have been necessary to reduce the municipal
8 tax levy for operational purposes below ~~thirty-five cents per one~~
9 ~~hundred dollars of taxable valuation~~ the average property tax levy
10 in the immediately preceding fiscal year.

11 (5) If the amount of money in the Municipal Equalization
12 Fund is less than the total amount of state aid for all
13 municipalities as required by the allocation formula in subsection
14 (2) of this section, the money in the fund shall be allocated on a
15 prorated basis to such municipalities. If the amount of money in
16 the fund is more than the total amount of state aid for
17 municipalities as required by the allocation formula, the excess
18 money in the fund shall be transferred to and distributed from the
19 Municipal Infrastructure Redevelopment Fund."

20 2. On page 1, lines 6 and 7, strike "airport
21 authorities" and insert "public airports".

22 3. On page 1, line 4; and page 28, line 22, after the
23 fourth comma insert "77-27,139.03,".

24 4. On page 2, line 8; page 18, line 9; page 19, lines 10
25 and 11; and page 20, lines 15 and 16, strike "an airport authority"
26 and insert "a public airport".

27 5. On page 2, line 10; page 18, line 11; page 19, line

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- 1 13; and page 20, line 18, strike "authority" and insert "public
- 2 airport".
- 3 6. Renumber the remaining sections accordingly.