PREPARED BY: DATE PREPARED: PHONE:

**Douglas Gibbs** January 12, 2018 402-471-0051

**LB 825** 

Revision: 00

## FISCAL N

LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT - STATE AGENCIES (See narrative for political subdivision estimates)

201 Mily (12 of 1 100) 12 Mily (10 of 10 in political subdivision commutes)							
	FY 201	8-19	FY 2019-20				
	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.

LB 825 amends Nebraska Revised Statutes Section 13-518, 13-519, and 13-520. These section deal with budget limitations for political subdivisions. The bill also amends Section 77-1601.02 regarding property tax hearing notification.

Section 13-518 is amended to strike and eliminate the definition of "Qualified sinking fund."

Section 13-519 is amended to add language to subsection (4) to specify that a governmental unit may exceed the allowable growth percentage for a period of only one year when the vote to do so is taken at a town hall meeting

Section 13-520 is amended to strike language referring to a qualified sinking fund and add language referring to the definition of bonds found in Section 10-134 and eliminates the exclusion for refunding other financial instruments grandfathered in before July 1, 1999.

Section 77-1601.02 is amended to change the notification period for notice published in a newspaper from five days prior to the public hearing to four calendar days and counts the day of publication as one of those days but not the day of the hearing.

There is no fiscal impact to the state as a result of the provisions of LB 825.

The Department of Revenue indicates no cost to the Department as a result of the provisions of LB 825.

We agree with the Department of Revenue's estimate of cost.

	ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE						
LB:	825	AM:	AGENCY/POLT. SUB:	Nebraska As	ssociation of County Officials		
REV	IEWED BY:	Ann Linneman	DATE:	1-12-18	PHONE: (402) 471-4180		
COMMENTS: No basis to disagree with the Nebraska Association of County Official's assessment of fiscal impact.							

LB 825 Fiscal Note 2018

State Agency Estimate							
State Agency Name: Department	of Revenue				Date Due LFA:	1/12/2018	
Approved by: Tony Fulton		Date Prepared:	1/11/2018		Phone: 471-5896		
	FY 2019-2020		FY 2020-2021				
	<b>Expenditures</b>	Revenue	<b>Expenditures</b>	Revenue	Expenditures	Revenue	
General Funds		\$ 0		\$ 0		\$ 0	
Cash Funds							
Federal Funds							
Other Funds							
Total Funds		\$ 0		\$ 0		\$ 0	

LB 825 amends the Nebraska Budget Act, Neb. Rev. Stat. § 13-520 to eliminate the exception from the limitation on budgeted restricted funds for expenditures from a qualified sinking fund for acquiring or replacing equipment with a useful life of five years or longer. That section would also clarify that the exception for bonded indebtedness is limited to bonds as defined in Neb. Rev. Stat. § 10-134, and eliminate the exclusion for refunding other financial instruments that were grandfathered in before July 1, 1999. The bill would also clarify that a town hall meeting to exceed the levy limit only allows the excess levy for one year.

LB 825 amends Neb. Rev. Stat. § 77-1601.02 to provide that public notice of the special public hearing to set a property tax request must be at least four calendar days prior to the hearing, including the day of publication, but not the day of the hearing.

It is estimated that this bill will have no impact on General Fund revenues.

It is estimated that there will be no cost to the Department to implement this bill.

Major Objects of Expenditure								
Class Code	Classification Title	18-19 <u>FTE</u>	19-20 <u>FTE</u>	20-21 <u>FTE</u>	18-19 Expenditures	19-20 Expenditures	20-21 Expenditures	
Benefits								
Operating Costs								
	Travel							
Capital Outlay								
	Capital Improvements.							
Total								

<b>LB</b> <sup>(1)</sup> 825			FISCAL NOTE			
State Agency OR Political Subdivision Name: (2)	Nebraska Association of County Officials (NACO)					
Prepared by: (3) Elaine Menzel	Date Prepared: (4)	1/8/2018 Phone: (5)	402.434.5660			
ESTIMATE PROVI	DED BY STATE AGENCY	OR POLITICAL SUBDIVISI	ON			
FY	2018-19	FY 201	9-20			
EXPENDITURES	<u> </u>	<u>EXPENDITURES</u>	REVENUE			
GENERAL FUNDS						
CASH FUNDS						
FEDERAL FUNDS						
OTHER FUNDS	<del></del>					
TOTAL FUNDS						
Explanation of Estimate:	<del></del>					
LB 825 would have insignificant or no di						
Personal Services:	WN BY MAJOR OBJECTS	OF EXPENDITURE				
POSITION TITLE	NUMBER OF POSITIONS  18-19 19-20	2018-19 EXPENDITURES	2019-20 EXPENDITURES			
Benefits						
Operating						
Travel						
Capital outlay		- <u></u> -				
Aid						
Capital improvements		<del></del>				
TOTAL						

$LB^{(1)}$	825						<b>FISCAL NOTE</b>		
State Agency OR Political Subdivision Name: (2)			City of	City of Omaha					
Prepare	ed by: (3)	Tyler Leimer	Date	Prepared: <sup>(4)</sup>	1/10/2017	Phone: (5)	(402)444-4514		
		ESTIMATE PROV	IDED BY ST	ATE AGENO	CY OR POLITICA	AL SUBDIVISIO	ON		
		<u>FY</u> EXPENDITURE	<u>7 2018-19</u> S	REVENUE	<u>EXPENDI</u>	<u>FY 2019</u>	-20 REVENUE		
GENE	RAL FUNI		<u> </u>	EVENCE	<u> EMI EMBI</u>	TORES	<u>KLI V LI V CL</u>		
CASH I									
	RAL FUND	 DS							
	R FUNDS		_		<del></del>				
	L FUNDS								
		timate: No fiscal impact							
Persona	al Services		WN BY MA.	JOR OBJECT	S OF EXPENDIT	<u>CURE</u>			
	POSITI	ON TITLE	NUMBER OI 18-19	F POSITION 19-20	S 2018- EXPENDI		2019-20 EXPENDITURES		
Benefit	s								
Travel.									
Capital	outlay								
Aid									
_	=	ents							
TO	TAL								