

AMENDMENTS TO LB 1114

Introduced by Revenue

1 1. Strike the original sections and insert the following
2 new sections:

3 Section 1. Section 77-27,139.03, Revised Statutes
4 Supplement, 2011, is amended to read:

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

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

1 (3) If a municipal tax levy for operational purposes
2 was less than the average property tax levy in the immediately
3 preceding fiscal year, the state aid provided to such municipality
4 shall be reduced by twenty percent for each one-cent increment the
5 levy was below the average property tax levy but the reduction
6 shall not exceed eighty percent.

7 (4) If the amount of money in the Municipal Equalization
8 Fund is less than the total amount of state aid for all
9 municipalities as required by the allocation formula in subsection
10 (2) of this section, the money in the fund shall be allocated
11 on a prorated basis to such municipalities. If the amount of
12 money in the fund is more than the total amount of state aid for
13 municipalities as required by the allocation formula, the excess
14 money in the fund shall be credited to the General Fund.

15 Sec. 2. This act becomes operative on July 1, 2012.

16 Sec. 3. Original section 77-27,139.03, Revised Statutes
17 Supplement, 2011, is repealed.

18 Sec. 4. Since an emergency exists, this act takes effect
19 when passed and approved according to law.