

FISCAL NOTE
 LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)				
	FY 2018-19		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 1028 would establish criteria and definitions for abandoned and dilapidated property, and would allow the holder of a sales tax certificate to such a property to carry out improvements to the property by requiring the redeeming owner to pay reasonable and necessary costs of the improvements. Costs could not exceed 25% of the assessed value of the property as of the date the sales tax certificate was issued.

Sales tax certificate holders carrying out improvements as authorized under LB 1028 would be required to file notice with the county treasurer’s office. It is estimated that administrative costs for county treasurers to record notices filed by sales tax certificate holders would not be significant, and would occur only when the process is undertaken.

There would be no fiscal impact to state agencies.

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE			
LB: 1028	AM:	AGENCY/POLT. SUB: Nebraska Department of Revenue	
REVIEWED BY: Ann Linneman	DATE: 2-1-18	PHONE: (402) 471-4180	
COMMENTS: Concur with the Nebraska Department of Revenue’s estimate of no fiscal impact.			

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE			
LB: 1028	AM:	AGENCY/POLT. SUB: City of Omaha	
REVIEWED BY: Ann Linneman	DATE: 1-24-18	PHONE: (402) 471-4180	
COMMENTS: Concur with the City of Omaha’s estimate of no fiscal impact.			

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE			
LB: 1028	AM:	AGENCY/POLT. SUB: Lancaster County Treasurer	
REVIEWED BY: Ann Linneman	DATE: 1-23-18	PHONE: (402) 471-4180	
COMMENTS: No basis to disagree with the Lancaster County Treasurer’s assessment of fiscal impact			

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE			
LB: 1028	AM:	AGENCY/POLT. SUB: City of Imperial	
REVIEWED BY: Ann Linneman	DATE: 1-17-18	PHONE: (402) 471-4180	
COMMENTS: Concur with the City of Imperial's estimate of no fiscal impact.			

State Agency Estimate

State Agency Name: Department of Revenue

Date Due LFA: 2/2/2018

Approved by: Tony Fulton

Date Prepared: 10/31/2018

Phone: 471-5896

	<u>FY 2018-2019</u>		<u>FY 2019-2020</u>		<u>FY 2020-2021</u>	
	<u>Expenditures</u>	<u>Revenue</u>	<u>Expenditures</u>	<u>Revenue</u>	<u>Expenditures</u>	<u>Revenue</u>
General Funds		\$ 0		\$ 0		\$ 0
Cash Funds						
Federal Funds						
Other Funds						
Total Funds		\$ 0		\$ 0		\$ 0

LB 1028 adopts the Abandoned and Dilapidated Housing Act, which would comprise a new article in Chapter 18. This Act would provide an incentive to the holder of a tax sale certificate to real property which meets the criteria of being abandoned or dilapidated to maintain and improve the property by requiring a redeeming owner to pay the reasonable and necessary costs of such improvement, plus interest, in addition to the redemption amount. The costs cannot exceed 25% of the assessed value of the property as of the date the tax sale certificate was issued by the county treasurer.

The tax sale certificate holder would have to provide notice to the property's owner of record 30 days prior to making any such improvements. Once the costs of the improvement have been incurred, the tax sale certificate holder would have to file written notice with the county treasurer, or else those costs would not be recoverable. Prior to redemption, the person entitled to redemption would have the obligation to inquire with the county treasurer to determine if a notice had been filed; if it had, the person entitled to redemption would have to make a written demand for an itemized statement of costs of all improvements.

Upon a response by the tax sale certificate holder, the person entitled to redemption will either accept the costs or appoint a referee to ascertain the reasonableness and necessity of the costs incurred. The holder of the tax sale certificate will appoint their own referee to ascertain the reasonableness and necessity of the costs incurred. The two referees must meet and confer; if they do not reach an agreement, the referees shall appoint an umpire and the determination of the majority of the body shall be conclusive. In the event of a failure to determine the award, a court of appropriate jurisdiction may ascertain the reasonableness and necessity of such costs.

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

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

Please complete ALL (5) blanks in the first three lines.

2018

LB⁽¹⁾ 1028

FISCAL NOTE

State Agency OR Political Subdivision Name: ⁽²⁾ City of Omaha

Prepared by: ⁽³⁾ Tyler Leimer Date Prepared: ⁽⁴⁾ 1/22/2018 Phone: ⁽⁵⁾ (402)444-4514

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	<u>FY 2018-19</u>		<u>FY 2019-20</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	_____	_____	_____	_____
CASH FUNDS	_____	_____	_____	_____
FEDERAL FUNDS	_____	_____	_____	_____
OTHER FUNDS	_____	_____	_____	_____
TOTAL FUNDS	=====	=====	=====	=====

Explanation of Estimate: No fiscal impact.

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2018-19 EXPENDITURES</u>	<u>2019-20 EXPENDITURES</u>
	<u>18-19</u>	<u>19-20</u>		
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Benefits.....			_____	_____
Operating.....			_____	_____
Travel.....			_____	_____
Capital outlay.....			_____	_____
Aid.....			_____	_____
Capital improvements.....			_____	_____
TOTAL.....			_____	_____

Please complete ALL (5) blanks in the first three lines.

2018

LB⁽¹⁾ 1028

FISCAL NOTE

State Agency OR Political Subdivision Name: ⁽²⁾ City of Imperial

Prepared by: ⁽³⁾ Jo Leyland

Date Prepared: ⁽⁴⁾ 1-17-18

Phone: ⁽⁵⁾ 308-882-4368

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	<u>FY 2018-19</u>		<u>FY 2019-20</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	_____	_____	_____	_____
CASH FUNDS	_____	_____	_____	_____
FEDERAL FUNDS	_____	_____	_____	_____
OTHER FUNDS	_____	_____	_____	_____
TOTAL FUNDS	=====	=====	=====	=====

Explanation of Estimate:

No fiscal impact

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2018-19</u>	<u>2019-20</u>
	<u>18-19</u>	<u>19-20</u>	<u>EXPENDITURES</u>	<u>EXPENDITURES</u>
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Benefits.....	_____	_____	_____	_____
Operating.....	_____	_____	_____	_____
Travel.....	_____	_____	_____	_____
Capital outlay.....	_____	_____	_____	_____
Aid.....	_____	_____	_____	_____
Capital improvements.....	_____	_____	_____	_____
TOTAL.....	_____	_____	_____	_____

Please complete ALL (5) blanks in the first three lines.

2018

LB⁽¹⁾ 1028

FISCAL NOTE

State Agency OR Political Subdivision Name: ⁽²⁾ Lancaster County Treasurer

Prepared by: ⁽³⁾ Candace Meredith Date Prepared: ⁽⁴⁾ 01/23/2017 Phone: ⁽⁵⁾ 402-441-8843

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	<u>FY 2018-19</u>		<u>FY 2019-20</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	<u>5000.00</u>	<u> </u>	<u>2500.00</u>	<u> </u>
CASH FUNDS	<u> </u>	<u> </u>	<u> </u>	<u> </u>
FEDERAL FUNDS	<u> </u>	<u> </u>	<u> </u>	<u> </u>
OTHER FUNDS	<u> </u>	<u> </u>	<u> </u>	<u> </u>
TOTAL FUNDS	<u> </u>	<u> </u>	<u> </u>	<u> </u>

Explanation of Estimate:

The Treasurer's Office will need to build a component into the tax sale database to include interest bearing principal on decided materials and labor cost.

The Treasurer's Office will need to resource an employee to ensure that documents are filed and redeemed accordingly with the office in reference to the county treasurer's involvement as this bill is presented.

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2018-19 EXPENDITURES</u>	<u>2019-20 EXPENDITURES</u>
	<u>18-19</u>	<u>19-20</u>		
<u>Database enhancements</u>	<u>2500.00</u>	<u> </u>	<u> </u>	<u> </u>
<u>Estimated Salary Hours-Documents</u>	<u>2500.00</u>	<u>2500.00</u>	<u> </u>	<u> </u>
Benefits.....	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Operating.....	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Travel.....	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Capital outlay.....	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Aid.....	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Capital improvements.....	<u> </u>	<u> </u>	<u> </u>	<u> </u>
TOTAL.....	<u> </u>	<u> </u>	<u> </u>	<u> </u>