

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

<b>ESTIMATE OF FISCAL IMPACT – STATE AGENCIES</b> (See narrative for political subdivision estimates)				
	<b>FY 2013-14</b>		<b>FY 2014-15</b>	
	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 341 amends several sections of statute dealing with delinquent property tax sales.

The bill provides duties for county treasurers regarding tax sales and rules for bidders; provides procedures for round-robin bidding; requires a bidder to register with the county treasurer prior to participating in a sale; requires a \$25 registration fee; raises the reassignment fee to \$20 and provides that it is nonrefundable upon redemption; raises the issuance fee to \$20 and provides that it is nonrefundable upon redemption; adds language regarding determination of owner-occupied real property and that it is made by the purchaser; adds requirements for proof of service; and clarifies and harmonizes language.

In addition, the bill outright repeals the following sections of statute:

77-1820: Real property taxes; tax receipt; entries.

77-1926: Foreclosure of tax lien by county under old law; action to attack; prerequisite, payment of taxes and costs.

77-1927: Foreclosure of tax lien by county under old law; resale by county board.

LB 341 has an operative date of January 1, 2015.

The Department of Revenue indicates no fiscal impact to the state and no cost to implement the provisions of LB 341.

We agree with the Department’s estimate of fiscal impact and cost.

IMPACT TO POLITICAL SUBDIVISIONS:

The Nebraska Association of County Officials indicates that provisions of LB 341 would potentially simplify the tax sale process and reduce overhead costs of administering a tax sale for delinquent properties. The overall fiscal impact would be affected by the number of bidders at each sale and whether a sale of delinquent property is completed.

<b>ADMINISTRATIVE SERVICES-STATE BUDGET DIVISION: REVIEW OF AGENCY &amp; POLT. SUB. RESPONSES</b>			
LB: 341	AM:	AGENCY/POLT. SUB: NACO	
REVIEWED BY: Lyn Heaton		DATE: 1/30/2013	PHONE: 402.471.4181
COMMENTS: Minimal fiscal impact, if any, is anticipated.			

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

**2013**

**LB<sup>(1)</sup> 341 FISCAL NOTE**

State Agency OR Political Subdivision Name: <sup>(2)</sup> Nebraska Association of County Officials (NACO)

Prepared by: <sup>(3)</sup> Elaine Menzel Date Prepared: <sup>(4)</sup> 1/23/2013 Phone: <sup>(5)</sup> 402.434.5660, ext. 225

**ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION**

	<u>FY 2013-14</u>		<u>FY 2014-15</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	_____	_____	_____	_____
CASH FUNDS	_____	_____	_____	_____
FEDERAL FUNDS	_____	_____	_____	_____
OTHER FUNDS	_____	_____	_____	_____
<b>TOTAL FUNDS</b>	<u>_____</u>	<u>_____</u>	<u>_____</u>	<u>_____</u>

Return by date specified or 72 hours prior to public hearing, whichever is earlier.

**Explanation of Estimate:**

LB 341 would change and eliminate various provisions relating to tax sales for delinquent properties. Included in the provisions is a method of selling delinquent property by a round-robin format at a public auction. Provisions within the bill would potentially simplify the tax sale process and reduce the overhead costs of administering a tax sale for delinquent properties. The overall fiscal impact would be affected by the number of bidders at each sale and ultimately whether a sale of delinquent property is completed.

**MAJOR OBJECTS OF EXPENDITURE**

**Personal Services:**

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2013-14</u>	<u>2014-15</u>
	<u>13-14</u>	<u>14-15</u>	<u>EXPENDITURES</u>	<u>EXPENDITURES</u>
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Benefits.....	_____	_____	_____	_____
Operating.....	_____	_____	_____	_____
Travel.....	_____	_____	_____	_____
Capital outlay.....	_____	_____	_____	_____
Aid.....	_____	_____	_____	_____
Capital improvements.....	_____	_____	_____	_____
<b>TOTAL.....</b>	<u>_____</u>	<u>_____</u>	<u>_____</u>	<u>_____</u>