

FISCAL NOTE
LEGISLATIVE FISCAL ANALYST ESTIMATE

| ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates) | | | | |
|---|-------------------|---------|-------------------|---------|
| | FY 2013-14 | | FY 2014-15 | |
| | 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 55 amends Nebraska Revised Statute Section 777-1340.04, regarding the re-assumption of the assessment function by those counties for which the Property Tax Administrator had been performing property assessment.

The bill changes language that requires counties to assume all contracts entered into by the Department of Revenue prior to the re-assumption of the assessment function by the county until the contract expires, to make the language permissive; with the change proposed by LB 55 the county “may” assume the contract but is not required to assume. In addition the bill strikes the requirement to maintain the contract until expiration.

The bill contains the emergency clause.

There is no fiscal impact to the state as a result of LB 55.

IMPACT TO POLITICAL SUBDIVISIONS:

LB 55 will impact the nine counties for which the Property Tax Administrator had assumed the valuation process. The Nebraska Association of County Officials has indicated that the fiscal impact of LB 55 is undetermined but the bill could potentially allow the affected counties to renegotiate or develop contracts that could provide a positive financial benefit.

There is no basis to disagree with the Nebraska Association of County Officials assessment.

| <u>ADMINISTRATIVE SERVICES-STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSES</u> | | | |
|---|-----|--|--|
| LB: 55 | AM: | AGENCY/POLT. SUB: Nebraska Assoc. of County Officials (NACO) | |
| REVIEWED BY: Lyn Heaton | | DATE: 2/25/2013 | PHONE: 402.471.4181 |
| COMMENTS: No basis upon which to disagree with NACO’s analysis. | | | |

| <u>ADMINISTRATIVE SERVICES-STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSES</u> | | | |
|---|-----|------------------------------------|--|
| LB: 55 | AM: | AGENCY/POLT. SUB: Dept. of Revenue | |
| REVIEWED BY: Lyn Heaton | | DATE: 2/25/2013 | PHONE: 402.471.4181 |
| COMMENTS: Concur. No fiscal impact to the Dept. of Revenue. | | | |

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

2013

LB⁽¹⁾ 55 FISCAL NOTE

State Agency OR Political Subdivision Name: ⁽²⁾ Nebraska Association of County Officials

Prepared by: ⁽³⁾ Elaine Menzel Date Prepared: ⁽⁴⁾ 1/14/2013 Phone: ⁽⁵⁾ 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 | _____ | _____ | _____ | _____ |
| TOTAL FUNDS | ===== | ===== | ===== | ===== |

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

Explanation of Estimate:

LB 55 would permit counties rather than mandate counties to assume contracts of the Department of Revenue pertaining to the operation of the county assessment function. This legislation would potentially impact 9 counties that do or did utilize the state to perform assessment functions. The fiscal impact to the 9 counties is undetermined; however, this legislation would potentially allow those counties to renegotiate or develop contracts that would financially benefit them.

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..... | _____ | _____ | _____ | _____ |
| TOTAL..... | _____ | _____ | _____ | _____ |