PREPARED BY: DATE PREPARED: PHONE: Doug Gibbs January 28, 2014 402-471-0051

**LB 894** 

Revision: 00

## FISCAL NOTE

**LEGISLATIVE FISCAL ANALYST ESTIMATE** 

ESTIMATE OF FISCAL IMPACT - STATE AGENCIES (See narrative for political subdivision estimates)							
	FY 2014-15		FY 2015-16				
_	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 894 amends Nebraska Revised Statutes Sections 77-203.03 and 77-202.09 regarding applications for property tax exemptions.

Section 77-203.03 is amended to change the deadline, from July 1 to November 15, by which an organization seeking a property tax exemption for property the organization has acquired after January 1 has to file an application for the exemption.

The deadline for review by the county board of equalization of the application for exemption also is changed, from August 15 to December 15.

The bill also strikes language from current statute referring to property acquired by certain organizations between July 1 and the levy date. Current language in this subdivision provides that those organizations have until November 15 to make an application for exemption and that the county board of equalization has until December 15 to complete the review of the application.

The effect of these changes is put the same deadlines in place for all organizations.

Section 77-202.09 is amended to change the deadline, from July 1 to November 15, by which a cemetery organization seeking a property tax exemption for property that organization has acquired after January 1 has to file an application for the exemption.

The bill has an operative date of January 1, 2015.

There is no fiscal impact to the state as a result of LB 894.

ADMINISTRATIVE SERVICES-STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSES					
LB: <mark>894</mark>	AM:	AGENCY/POLT. SUB: Department of Revenue			
REVIEWED BY: Lyn Heaton			DATE: 1/30/2014	PHONE: <u>402.471.4181</u>	
COMMENTS: Concur. No fiscal impact on the Dept. of Revenue.					

State Agency Estimate							
State Agency Name: Department	of Revenue				Date Due LFA:	01/22/2014	
Approved by: Kim Conroy		Date Prepared:	1/22/2014		Phone: 471-5896		
	FY 2014-2015		FY 2015-2016		FY 2016-2017		
	Expenditures	Revenue	Expenditures	Revenue	Expenditures	Revenue	
General Funds		\$ 0	1	\$ 0		\$ 0	
Cash Funds							
Federal Funds							
Other Funds							
Total Funds		\$ 0		\$ 0		\$ 0	
					<u>-</u>		

LB 894 amends Neb. Rev. Stat. § 77-202.03 and § 77-77-202.09 to change the filing date from July 1 to November 15 for educational, religious, or charitable organizations, agricultural and horticultural societies, or cemetery organizations to apply for a tax exemption on property acquired on or after January 1.

LB 894 also changes the date the county board of equalizations are to review the exemption applications from by August 15 to by December 15.

LB 894 would become operative on January 1, 2015.

It is estimated that this bill would have no impact on the General Fund.

It is estimated that there would be no costs to the Department to implement this bill.

Major Objects of Expenditure							
Class Code	Classification Title	14-15 <u>FTE</u>	15-16 <u>FTE</u>	16-17 <u>FTE</u>	14-15 Expenditures	15-16 Expenditures	16-17 <u>Expenditures</u>
Benefits.							
Operating Costs							
Travel							
Capital Outlay.							
Capital Improvements.							