PREPARED BY: DATE PREPARED: PHONE: Doug Gibbs February 12, 2016 402-471-0051

LB 925

Revision: 00

FISCAL NOTE LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)

FY 2016-17

EXPENDITURES

REVENUE

EXPENDITURES

REVENUE

SEXPENDITURES

REVENUE

CASH FUNDS

OTHER FUNDS

TOTAL FUNDS

Any Fiscal Notes received from state agencies and political subdivisions are attached following the Legislative Fiscal Analyst Estimate.

LB 925 amends Nebraska Revised Statutes Sections 77-1837, regarding when the purchaser of a tax sale certificate may exercise the right to request a treasurer's tax deed if the real estate has not been redeemed, and 77-1902, regarding land foreclosure in district court.

Both sections are amended to reduce the waiting period to two years from date of sale of real estate for taxes or special assessment if the real estate or land is not legally occupied and deemed vacant and abandoned.

If "vacant and abandoned land" is not defined by local ordinance, LB 925 provides a definition of "vacant and abandoned" for both sections of statute.

There is no fiscal impact to the state as a result of the provisions of LB 925.

The Department of Revenue indicates no cost to implement the provisions of LB 925.

We agree with the Department's estimate of cost.

ADMINISTRATIVE SERVICES-STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSES							
LB: 925	AM:	AGENCY/POLT. SUB: Dept. of Revenue					
REVIEWED BY: Ly	n Heaton		DATE: 2/12/2016	PHONE: 471-4181			
COMMENTS: The Department of Revenue's estimate of no revenue impact and no operational fiscal impact on the							
Department appears reasonable.							

ADMINISTRATIVE SERVICES-STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSES							
LB: 925 AM: AGENCY/POLT. SUB: NE. Association of County Officials							
REVIEWED BY: Ly	n Heaton		DATE: 2/12/2016	PHONE: 471-4181			
COMMENTS: No fiscal impact estimate is provided in the NACO fiscal note. However, it is reasonable to assume little direct							
fiscal impact.							

State Agency Estimate								
State Agency Name: Department	of Revenue			Date Due LFA:	2/12/2016			
Approved by: Tony Fulton		Date Prepared:	2/11/2016		Phone: 471-5896			
	FY 2010	6-2017	FY 2017-2018		FY 2018-2019			
	Expenditures	Revenue	Expenditures	Revenue	Expenditures	Revenue		
General Funds		\$ 0		\$ 0		\$ 0		
Cash Funds								
Federal Funds								
Other Funds								
Total Funds		\$ 0		\$ 0	<u> </u>	\$ 0		

LB 925 amends Neb. Rev. Stat. § 77-1837 to make an exception to the usual procedure that allows a treasurer's tax deed be issued any time within 9 months after the expiration of 3 years after the real property is sold for taxes or special assessments. If the real property is not legally occupied and deemed to be "vacant and abandoned," a treasurer's tax deed can be issued any time within 9 months after the expiration of 2 years after the real property is sold for taxes or special assessments.

This bill further amends Neb. Rev. Stat. § 77-1902 to provide that real estate with a tax sale certificate or treasurer's tax deed that is not legally occupied and is deemed "vacant and abandoned" may be foreclosed upon within 9 months after the expiration of 2 years from the date the real property was sold for taxes or special assessments.

This bill provides that "vacant and abandoned" will be defined by local ordinance; in the absence of any such local ordinance, this bill provides a default definition.

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										
Class Code	Classification Title	16-17 <u>FTE</u>	17-18 <u>FTE</u>	18-19 <u>FTE</u>	16-17 Expenditures	17-18 Expenditures	18-19 Expenditures			
Benefits										
Operating Costs	Operating Costs.									
Travel										
Capital Outlay										
Aid										
Capital Improvement										

LB ⁽¹⁾	925							FISCAL NOTE				
State Agency OR Political Subdivision Name: (2)				Nebra	Nebraska Association of County Officials (NACO)							
Prepared by: (3) Elaine Menzel			Date P	repared: (4)	1/11/4016	Phone: (5)	402.434.5660					
		ES	TIMATE PROVID	ED BY STA	ATE AGENC	Y OR POLITICA	L SUBDIVISI	ON				
			FY	2016-17			FY 2017	7-18				
		:	<u>EXPENDITURES</u>		<u>EVENUE</u>	EXPENDI'		REVENUE				
GENEI	RAL FUN	DS										
CASH 1	FUNDS											
FEDER	RAL FUN	DS			_							
	R FUNDS											
	L FUNDS					-						
Explana	ation of E	stimate:										
such re	eal estate	is not leg	gally occupied an lage would be inc	d deemed	vacant and a ax foreclosu	bandoned and it ures. The fiscal	f such proper impact to co	pecial assessments in the type of type of type of the type of type				
Persona	al Service	s:	<u>BREAKDOW</u>	<u>'N BY MAJ</u>	OR OBJECTS	S OF EXPENDIT	<u>URE</u>					
	POSIT	TION TITI		UMBER OF <u>16-17</u>	POSITIONS <u>17-18</u> ———	2016- EXPENDI		2017-18 EXPENDITURES				
Benefit	s											
Operat	ing											
Travel.												
Capital	outlay											
Aid												
Capital	improver	nents										
TO	TAL											