PREPARED BY: DATE PREPARED: PHONE: Keisha Patent February 22, 2019 402-471-0059

LB 524

Revision: 00

FISCAL NOTE

LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)							
	FY 201	9-20	FY 2020-21				
	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 524 amends the Nebraska Budget Act pertaining to political subdivisions. The bill provides that if a political subdivision annexes property since the last time taxable values were certified by the county assessor to the governing body empowered to levy a property tax, the governing body must notify the county clerk of the county in which the annexed property is located. If notification is received prior to July 1, the valuation of the property annexed must be considered in the taxable valuation of the annexing political subdivision for the current year, but if it is on or after July 1, the valuation will be considered for the following year. The certification date for taxable valuation for taxable property in a joint school district or learning community is also clarified.

This bill is not estimated to have a fiscal impact to the state.

The bill changes the timing of when the valuation of real and personal property is considered in the taxable valuation of the annexing political subdivision, but does not change the valuation of such property, so it is not estimated to have a fiscal impact to political subdivisions.

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE						
LB: 524	AM:	AGENCY/POLT. SUB: Department of Revenu	e			
REVIEWED BY:	Lee Will	DATE: 2/26/2019	PHONE: (402) 471-4175			
COMMENTS: Concur with the Department of Revenue's assessment of no fiscal impact.						

ADMINIS	STRATIVE SER	VICES STATE BUDGET DIVISION: REVIEW OF AGEN	CY & POLT. SUB. RESPONSE			
LB: 524	AM:	AGENCY/POLT. SUB: Nebraska Associat	tion of County Officials (NACO)			
REVIEWED BY:	Lee Will	DATE: 1/24/2019	PHONE: (402) 471-4175			
COMMENTS: Concur with the NACO's assessment of no fiscal impact.						

LB 524 Fiscal Note 2019

		State Agency	Estimate				
State Agency Name: Department	of Revenue				Date Due LFA:	2/25/19	
Approved by: Tony Fulton		Date Prepared:	2/22/19		Phone: 471-5896		
	FY 2019	FY 2019-2020		FY 2020-2021		FY 2021-2022	
	Expenditures	Revenue	Expenditures	Revenue	Expenditures	Revenue	
General Funds		\$0		\$0		\$0	
Cash Funds							
Federal Funds							
Other Funds							
Total Funds		\$0		\$0		\$0	

LB 524 amends § 13-509 to establish the test for determining whether the valuation of annexed real and personal property will be considered in the taxable valuation of the political subdivision for the current year or the following year. If a political subdivision has annexed property since the last time the taxable values were certified, then the governing body shall send notification and description of the annexation to the county clerk of the county in which the annexed property is located. If the notification is received prior to July 1, then the valuation of the real and personal property shall be considered in the taxable valuation of the annexing political subdivision for the current year. If the notification is received after July 1, then the property shall be considered in the taxable valuation of the annexing political subdivision for the following year.

Section 2 amends § 79-1074 to clarify that the date on which the county clerk must certify the taxable valuation of all taxable property for joint district or learning communities and joint affiliated school systems or learning communities is the date in § 13-509 subsection (1).

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

It is estimated that there will be no cost to the Department to implement this bill.

The operative date for this bill is three months after adjournment.

Major Objects of Expenditure							
Class Code	Classification Title	19-20 <u>FTE</u>	20-21 <u>FTE</u>	21-22 <u>FTE</u>	19-20 <u>Expenditures</u>	20-21 Expenditures	21-22 Expenditures
Benefits							
Operating Costs							
Travel							
Capital Outlay							
	ts						

				FISCAL NOTE			
Nebraska Association of County Officials (NACO)							
Date Pr	epared: ⁽⁴⁾ 1	/23/2019	Phone: (5)	(402) 434.5660			
IDED BY ST.	ATE AGENCY	Y OR POLITICAL	L SUBDIVIS	ION			
	<u>VENUE</u>	EXPENDITU		<u>-21</u> <u>REVENUE</u>			
WN BY MAJO	OR OBJECTS (<u>OF EXPENDITU</u>	<u>RE</u>				
				2020-21			
<u>19-20</u>	<u>20-21</u>	EXPENDITU	<u>URES</u>	EXPENDITURES			
	Date Pr //IDED BY ST. // 2019-20 S RE	Date Prepared: (4)1 TIDED BY STATE AGENCY 2019-20 S REVENUE WN BY MAJOR OBJECTS OF TUMBER OF POSITIONS	Date Prepared: (4) 1/23/2019 TIDED BY STATE AGENCY OR POLITICAL T2019-20 S REVENUE EXPENDITE WN BY MAJOR OBJECTS OF EXPENDITU TUMBER OF POSITIONS 2019-20	Nebraska Association of County Officials (NA			