PREPARED BY: DATE PREPARED: PHONE: Keisha Patent February 14, 2022 402-471-0059

LB 1226

Revision: 00

FISCAL NOTE

LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)							
	FY 202	2-23	FY 2023-24				
	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 1226 relates to land banks, amending provisions related to when a land bank may request a tax deed or foreclose upon a tax sale certificate lien. LB 1226 also amends provisions related to service of notice, requiring this service be made even if the property is not legally occupied or deemed vacant.

It is not expected there will be any fiscal impact to the General Fund or state agencies.

The Nebraska Association of County Officials (NACO) identifies that each service attempt would cost \$12 plus mileage and fees, but the total number of property impacted is indeterminable. The Lancaster County Treasurer estimates no fiscal impact. The City of Omaha estimates no fiscal impact. The impact to any individual political subdivision will vary, but is likely to be minimal.

ADMINISTR <i>A</i>	ATIVE SERVICES S	STATE BUDGET DIVISION: REVIEW OF A	GENCY & POLT. SUB. RESPONSE				
LB: 1226	AM:	AGENCY/POLT. SUB: Department of	of Revenue				
REVIEWED BY:	REVIEWED BY: Jacob Leaver DATE: 2/14/2022 PHONE: (402) 471-4173						
COMMENTS: No basis to dispute with the Department of Revenue's estimate of no fiscal impact to the agency as a result of LB 1226.							

	ADMINISTR	ATIVE SERVICES S	STATE BUDGET DIVIS	SION: REVIEW	OF AGENCY & POLT. SUB. RESPONSE			
LB:	1226	AM:	AGENCY/POLT	. SUB: Nebrask	ka Association of County Officials (NACO)			
RE'	VIEWED BY:	Jacob Leaver	DATE:	1/26/2022	PHONE: (402) 471-4173			
	COMMENTS: No basis to dispute with the Nebraska Association of County Officials' indeterminable fiscal impact to the association as a result of LB 1226.							

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE						
LB: 1226 AM: AGENCY/POLT. SUB: Lancaster County Treasurer						
REVIEWED BY:	Jacob Leaver	DATE: 1/24/20	21 PHONE: (402) 471-4173			
COMMENTS: No basis to dispute the Lancaster County Treasurer's estimate of no fiscal impact to the treasurer's office as a result of LB 1226.						

ADMINISTRA	TIVE SERVICES S	TATE BUDGET DIVIS	ION: REVIEW OF	FAGENCY & POLT. SUB. RESPONSE		
LB: 1226	AM:	AGENCY/POLT	. SUB: City of On	naha		
REVIEWED BY:	Jacob Leaver	DATE:	1/28/2022	PHONE: (402) 471-4173		
COMMENTS: No basis to dispute the City of Omaha's no fiscal impact to the city as a result of LB 1226						

LB 1226 Fiscal Note 2022

State Agency Estimate							
of Revenue (DOR)				Date Due LFO:			
	Date Prepared:	2/14/2022		Phone: 471-5896			
FY 2022	2-2023	FY 2023-2024 FY 202		FY 2024	<u>1-2025</u>		
Expenditures	Revenue	Expenditures	Revenue	Expenditures	Revenue		
	\$ 0	1	\$0		\$ 0		
	\$ 0		\$ 0		\$ 0		
	FY 2022	of Revenue (DOR) Date Prepared: FY 2022-2023 Expenditures Revenue \$0	of Revenue (DOR) Date Prepared: 2/14/2022 FY 2022-2023 Expenditures Revenue Expenditures \$ 0	Fry 2022-2023 Expenditures Revenue Expenditures Revenue Expenditures Revenue \$0 \$0 \$0	To Revenue (DOR) Date Due LFO: Date Prepared: 2/14/2022 Phone: 471-5896 FY 2022-2023 FY 2023-2024 FY 2024 Expenditures Revenue Expenditures \$0 \$0 \$0 \$0 \$0 \$0		

LB 1226 amends Neb. Rev. Stat. § 18-3417 by striking sections that detail when a land bank may request a tax deed from the county treasurer or foreclose upon the tax sale certificate lien from within nine months after three years from date of sale to a timeframe set out in the changes to Neb. Rev. Stat. §§ 77-1832 and 77-1837.

Neb. Rev. Stat. § 77-1832(a)(ii) is amended to explain that if the property is not legally occupied and deemed to be vacant and abandoned then service will be made via personal or residence service upon the individual in actual possession or occupancy of the real property and to the individual whose name is on the property record. If service can't be accomplished after three attempts, then service will be by certified mail to the address of property and to the name and address where the property tax statement was mailed.

Neb. Rev. Stat. § 77-1837 is amended to specify that for real property that is not legally occupied and deemed vacant and abandoned, the purchaser or assignee may apply to the county treasurer for a tax deed nine months after the expiration of two years after the date of sale of any real property for taxes or special assessments. For all other real property, the purchaser or assignee may apply for a tax deed nine months after the expiration of three years after the date of sale.

A definition of vacant and abandoned real property is also included in Neb. Rev. Stat. § 77-1837.

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

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

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

Major Objects of Expenditure								
Class Code	Classification Title	22-23 <u>FTE</u>	23-24 <u>FTE</u>	24-25 <u>FTE</u>	22-23 Expenditures	23-24 Expenditures	24-25 Expenditures	
Benefits								
Operating Costs								
Travel								
Total								

LB (1)	1226	6						FISCAL NOTE		
State Agency OR Political Subdivision Name: (2)				Nebraska Association of County Officials (NACO)						
Prepared by: (3) Elair		Elaine	Menzel	Date P	repared: (4)	1/25/2022	Phone: (5)	402.434.5660		
		F	STIMATE PROVI	DED BY ST	ΓATE AGEN	CY OR POLITIC	CAL SUBDIVIS	ION		
			FY	2022-23			FY 2023	-24		
			EXPENDITURES		<u>EVENUE</u>	<u>EXPENDI</u>		REVENUE		
GENE	RAL FUN	DS								
CASH	FUNDS									
FEDEI	RAL FUN	DS								
	R FUNDS									
	L FUNDS					-				
				· <u></u>						
Expian	ation of E	stimate:								
be \$12	2.00 plus	mileage	_	ce delivery	attempts m	_		ice of process would mpts. The number of		
			BREAKDOW	N BY MAJ	OR OBJECT	S OF EXPENDI	<u>rure</u>			
Person	al Service	s:	NI	IMPED OF	POSITIONS	2022	0.0	2022 24		
	POSIT	ION TIT		22-23	<u>23-24</u>	S 2022- EXPENDI		2023-24 EXPENDITURES		
Renefit	+e									
						-				
						-		-		
-	•									
Capital	l improver	nents								
										

LB ⁽¹⁾ 1226					FISCAL NOTE				
State Agency OR Po	litical Subdivision Name: ⁽²⁾	Lancaster County Treasurer							
Prepared by: (3) Rachel Garver		Date Prepared: (4)	Date Prepared: (4) January 21, 2022 Phone:						
	ESTIMATE PROV	IDED BY STATE AGE	NCY OR POLITICAL	SUBDIVIS	SION				
	FV	2022-23		FY 2023	2_04.				
	EXPENDITURES		EXPENDITU		REVENUE				
GENERAL FUND	S								
CASH FUNDS									
FEDERAL FUNDS	S	•	-						
OTHER FUNDS		· · · · · · · · · · · · · · · · · · ·							
TOTAL FUNDS									
	•								
Explanation of Est	timate:								
Personal Services:		VN BY MAJOR OBJECT	<u> </u>	<u>RE</u>					
		UMBER OF POSITION 22-23 23-24	S 2022-23 EXPENDITU	URES	2023-24 EXPENDITURES				
Benefits			_						
Capital outlay			-						
Aid									
Capital improveme	ents								
TOTAL									

TOTAL....

LB (1)	1226						FISCAL NOTE
State Ag	ency OR Politic	al Subdivision Name: ⁽²⁾	City o	of Omaha			
Prepare	ed by: (3)Jeff	f Roh	Dat	te Prepared: ⁽⁴⁾	1-27-22	Phone: (5	(402) 444-5451
		ESTIMATE PROV	IDED BY	STATE AGEN	CY OR POLIT	ΓICAL SUBDIVI	SION
		FY	2022-23	i.		FY 202	3-24
		EXPENDITURES		REVENUE	EXPEN	DITURES	REVENUE
GENER	RAL FUNDS						
CASH I	FUNDS						
FEDER	AL FUNDS		_				
ОТНЕН	R FUNDS				-		
	L FUNDS				- <u></u>		
			= =				
Expiana	ttion of Estima	te: No Fiscal Impact					
		BREAKDOV	WN BY M	IAJOR OBJECT	S OF EXPENI	DITURE	
Persona	ıl Services:	<u> </u>	TUADED	OF BOSTEION	3 20	22.22	
	POSITION 7		22-23	OF POSITIONS 23-24		22-23 DITURES	2023-24 EXPENDITURES
Benefits	S						
Operati	ng						
Travel.							
Capital	outlay						
Aid							
Capital	improvements						