

PREPARED BY: Keisha Patent  
 DATE PREPARED: February 22, 2022  
 PHONE: 402-471-0059

**LB 1020**

Revision: 00

**FISCAL NOTE**  
**LEGISLATIVE FISCAL ANALYST ESTIMATE**

<b>ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)</b>				
	<b>FY 2022-23</b>		<b>FY 2023-24</b>	
	<b>EXPENDITURES</b>	<b>REVENUE</b>	<b>EXPENDITURES</b>	<b>REVENUE</b>
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 1020 amends provisions related to homestead exemptions. The bill provides that certain qualified veterans are not required to file for the exemption every year if the veteran continues to own the home and no change in disability status has occurred. The bill also provides that the county assessor does not need to mail a notice to a claimant who is granted an exemption who does not need to file an application for the current year.

The bill is operative January 1, 2023.

The Department of Revenue estimates minimal costs to implement the bill and no impact on General Fund revenue. There is no basis to disagree with these estimates.

<b>ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY &amp; POLT. SUB. RESPONSE</b>			
LB: 1020	AM:	AGENCY/POLT. SUB: Department of Revenue	
REVIEWED BY: Neil Sullivan	DATE: 2/22/2022	PHONE: (402) 471-4179	
COMMENTS: The Department of Revenue assessment of minimal fiscal impact from LB 1020 appears reasonable.			

State Agency Estimate

State Agency Name: Department of Revenue		Date Due LFO:	
Approved by: Tony Fulton		Date Prepared: 2/18/2022	
		Phone: 471-5896	

  

	FY 2022-2023		FY 2023-2024		FY 2024-2025	
	Expenditures	Revenue	Expenditures	Revenue	Expenditures	Revenue
General Funds	\$0		\$0		\$0	
Cash Funds						
Federal Funds						
Other Funds						
Total Funds	\$0		\$0		\$0	

LB 1020 amends Neb. Rev. Stat. § 77-3506 by adding clarifying language regarding surviving spouses of a homestead exemption Category 4 veteran which does not substantially change the provision.

Section 2 of LB 1020 amends Neb. Rev. Stat. § 77-3512 to create an exception for homestead applications that are required to be filed each year. The new exception applies to Category 4 veterans as described in Neb. Rev. Stat. § 77-3506(2)(a).

Homestead exemption Category 4 veterans, under Neb. Rev. Stat. § 77-3506(2)(a), will not be required to file for a homestead exemption each year after being approved for the exemption as long as the veteran continues to own the home and no change in disability status has occurred.

Section 3 of LB 1020 amends Neb. Rev. Stat. § 77-3513 to add an additional instance where a county assessor does not have to mail a notice on or before April 1 to claimants who are the owners of a homestead which was granted an exemption in the preceding year. A notice does not have to be sent to Category 4 veterans, under Neb. Rev. Stat. § 77-3506(2)(a), who are not required to file for a homestead exemption in the current year.

Section 4 of LB 1020 amends Neb. Rev. Stat. § 77-3515 to reflect the change to Neb. Rev. Stat. § 77-3512 that Category 4 veterans do not have to file for a homestead exemption each year after being initially approved as long as the veteran continues to own the home and no change in disability status has occurred.

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

It is estimated that there will be minimal costs to the Department of Revenue to implement this bill.

The operative date for this bill is January 1, 2023.

Major Objects of Expenditure

Class Code	Classification Title	22-23 FTE	23-24 FTE	24-25 FTE	22-23 Expenditures	23-24 Expenditures	24-25 Expenditures
	Benefits.....						
	Operating Costs.....						
	Travel.....						
	Capital Outlay.....						
	Capital Improvements.....						
	Total.....						