PREPARED BY: DATE PREPARED: PHONE: John Wiemer January 30, 2024 402-471-0051

**LB 1397** 

Revision: 00

## **FISCAL NOTE**

**LEGISLATIVE FISCAL ANALYST ESTIMATE** 

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)							
	FY 202	24-25	FY 20	FY 2025-26			
	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 1397 would make changes to add that agricultural land and horticultural land would not include land used for commercial purposes that are not agricultural or horticultural purposes, such as land used for a solar farm or wind farm.

The Department of Revenue (DOR) estimates no impact on General Fund revenues and no cost to it as a result of this bill. There is no basis to disagree with these estimates.

The Nebraska Association of County Officials estimates that this change to valuation from 75% to 100% would result in possibilities for counties of reducing their levies.

A change in the taxable base for school due to the declassification of property could have an impact on state aid under TEEOSA, but any such amount is indeterminate.

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE						
LB: 1397	AM:	AGENCY/POLT. SUB: Depart	ment of Revenue			
REVIEWED BY	∕: Neil Sullivan	DATE: 1/29/2024	PHONE: (402) 471-4179			
COMMENTS: The Department of Revenue assessment of no fiscal impact from LB 1397 appears reasonable.						

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE						
LB: 1397	LB: 1397 AM: AGENCY/POLT. SUB: Lancaster County Assessor					
REVIEWED BY	∕: Neil Sullivan	DATE: 1/25/2024	PHONE: (402) 471-4179			
COMMENTS: No basis to disagree with the Lancaster County Assessor assessment of no fiscal impact from LB 1397.						

TOTAL.....

<b>LB</b> <sup>(1)</sup> 1397			FISCAL NOTE			
State Agency OR Political Subdivision Name: (2)	Lancaster County Assessor/Register Of Deeds					
Prepared by: (3) Dan Nolte	Date Prepared: (4)	01/18/2024 Phone:	(5) 402-441-7463			
ESTIMATE PROV	IDED BY STATE AGEN	NCY OR POLITICAL SUBDIV	/ISION			
<u>FY</u> EXPENDITURES	2024-25 <u>REVENUE</u>	<u>FY 20</u> EXPENDITURES	<u>25-26</u> <u>REVENUE</u>			
GENERAL FUNDS						
CASH FUNDS						
FEDERAL FUNDS						
OTHER FUNDS						
TOTAL FUNDS						
Explanation of Estimate: This bill will have no fiscal impact on this	s office.					
BREAKDOV Personal Services:	VN BY MAJOR OBJECT	TS OF EXPENDITURE				
	UMBER OF POSITION	S 2024-25	2025-26			
POSITION TITLE	<u>24-25</u> <u>25-26</u>	<u>EXPENDITURES</u>	<b>EXPENDITURES</b>			
Benefits		<u> </u>				
Operating						
Travel						
Capital outlay		·				
Aid						
Capital improvements						

LB <sup>(1)</sup>	1397					FISCAL NOTE		
State Agenc	ey OR Politic	al Subdivision Name: (2)	Nebraska Association of County Officials (NACO)					
Prepared by: (3) Elaine Menzo		ine Menzel	Date Prepared: (4)	1/24/2024	Phone: <sup>(5)</sup>	402.434.5660		
		ESTIMATE PROV	IDED BY STATE AGEN	NCY OR POLITIC	AL SUBDIVIS	ION		
		T-XZ	2024 25					
		EXPENDITURES	2024-25 <u>REVENUE</u>	EXPENDIT	<u>FY 2025</u> CURES	<u>REVENUE</u>		
GENERAI	FUNDS							
CASH FUN	NDS			-				
FEDERAL				<u>-</u>				
OTHER F			-	-				
TOTAL F								
TOTALF	UNDS		=					
Explanatio	on of Estima	ite:						
while othe	er property ately 1/3 fo	is valued at 100 per	nd horticultural land is cent of its actual value nd and solar facilities; t	The value of the	se parcels wo	ould be increased by		
			_BREAKDOW	N BY MAJOR OBJ	ECTS OF EXI	<u>PENDITURE</u>		
<u>Personal S</u>	ervices:		HIMBED OF BOCITION	C 2024		2027.22		
F	POSITION '		IUMBER OF POSITION         24-25       25-26	S 2024-9 EXPENDIT		2025-26 EXPENDITURES		
Benefits			<del></del>	<del>-</del>				
				-				
_								
Capital out	tlay							
Aid								
Capital im	provements							
TOTA	L							

LB 1397 Fiscal Note 2024

State Agency Estimate							
State Agency Name: Department of Revenue Date Due LFO:							
Approved by: James R. Kamm		Date Prepared:	01/26/2024		Phone: 471-5896		
	FY 2024	1-202 <u>5</u>	FY 2025-2026		FY 2026-2027		
	Expenditures	Revenue	<b>Expenditures</b>	Revenue	<u>Expenditures</u>	Revenue	
General Funds		\$ 0	ĺ	\$ 0		\$ 0	
Cash Funds							
Federal Funds							
Other Funds							
Total Funds		\$ 0		\$ 0		\$ 0	

LB 1397 redefines agricultural and horticultural land for purposes of property tax. LB 1397 creates an exception that agricultural land and horticultural land does not include land used for commercial purposes that are not agricultural or horticultural purposes, such as land used for a solar farm or wind farm.

The operative date for LB1397 is three months after enactment.

It is estimated that LB1397 will have no impact on General Fund revenues.

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

Major Objects of Expenditure								
Class Code	Classification Title	24-25 <u>FTE</u>	25-26 <u>FTE</u>	26-27 <u>FTE</u>	24-25 Expenditures	25-26 Expenditures	26-27 Expenditures	
Benefits								
Operating Costs								
Travel								
Capital Outlay								
Capital Improvement								
Total								