

FISCAL NOTE

LEGISLATIVE FISCAL ANALYST ESTIMATE

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

	FY 2025-26		FY 2026-27	
	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 495 amends the Property Tax Request Act.

The bill removes community colleges from the political subdivisions which have requirements under section 77-1633 if the political subdivision seeks to increase its property tax request by more than the allowable growth percentage.

The bill contains the emergency clause.

The Department of Revenue estimates no impact to General Fund revenues and no costs to it to implement the bill. There is no basis to disagree with this estimate.

Community colleges could see reduced expenditures as a result of no longer paying for postcard costs.

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE

LB: 495	AM:	AGENCY/POLT. SUB: Department of Revenue	
REVIEWED BY: Kimberly Burns	DATE: 02/21/2025	PHONE: (402) 471-4171	
COMMENTS: Concur with the Department of Revenue's assessment of no fiscal impact from LB 495.			

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE

LB: 495	AM:	AGENCY/POLT. SUB: Nebraska Community College Association	
REVIEWED BY: Kimberly Burns	DATE: 02/13/2025	PHONE: (402) 471-4171	
COMMENTS: Nebraska Community College Association's estimate of potential fiscal impact appears reasonable based on the supplemental information provided.			

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE

LB: 495	AM:	AGENCY/POLT. SUB: Metropolitan Community College	
REVIEWED BY: Kimberly Burns	DATE: 02/13/2025	PHONE: (402) 471-4171	
COMMENTS: Concur with Metropolitan Community College's assessment of no fiscal impact from LB 495.			

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE			
LB: 495	AM:	AGENCY/POLT. SUB: Nebraska Association of County Officials	
REVIEWED BY: Kimberly Burns		DATE: 02/13/2025	PHONE: (402) 471-4171
COMMENTS: Concur with the Nebraska Association of County Officials' assessment of no fiscal impact from LB 495.			

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE			
LB: 495	AM:	AGENCY/POLT. SUB: Lancaster County Assessor/Register of Deeds	
REVIEWED BY: Kimberly Burns		DATE: 02/13/2025	PHONE: (402) 471-4171
COMMENTS: Concur with the Lancaster County Assessor/Register of Deeds' assessment of no fiscal impact from LB 495.			

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE			
LB: 495	AM:	AGENCY/POLT. SUB: Lancaster County, Nebraska	
REVIEWED BY: Kimberly Burns		DATE: 02/13/2025	PHONE: (402) 471-4171
COMMENTS: Concur with Lancaster County's assessment of no fiscal impact from LB 495.			

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE			
LB: 495	AM:	AGENCY/POLT. SUB: Lancaster County Clerk	
REVIEWED BY: Kimberly Burns	DATE: 02/13/2025	PHONE: (402) 471-4171	
COMMENTS: Concur with the Lancaster County Clerk's assessment of no fiscal impact from LB 495.			

Please complete ALL (5) blanks in the first three lines.

2025

LB⁽¹⁾ 495

FISCAL NOTE

State Agency OR Political Subdivision Name: ⁽²⁾ Nebraska Community College Association

Prepared by: ⁽³⁾ Courtney Wittstruck Date Prepared: ⁽⁴⁾ Jan. 29, 2025 Phone: ⁽⁵⁾ 402-471-4685

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	<u>FY 2025-26</u>		<u>FY 2026-27</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	<u>-\$172,504</u>	<u></u>	<u>-\$172,504</u>	<u></u>
CASH FUNDS	<u></u>	<u></u>	<u></u>	<u></u>
FEDERAL FUNDS	<u></u>	<u></u>	<u></u>	<u></u>
OTHER FUNDS	<u></u>	<u></u>	<u></u>	<u></u>
TOTAL FUNDS	<u></u>	<u></u>	<u></u>	<u></u>

Explanation of Estimate:

This is a somewhat complicated fiscal note because not every college (or political subdivision, for that matter) meets the requirements to be included on each county's postcard every year. A college may be on several counties' postcards one year, on only a few counties' postcards the next, and on zero postcards the year after that. For the years they are on the postcard, the county charges the colleges their proportional cost. For the years they are not on the postcards, colleges are not charged at all.

Colleges do not receive any additional funding for the cost of the postcards, so any postcard costs must be absorbed by the colleges within their existing budgets. Removing community colleges from the postcards will, therefore, not result in any increased revenue, but rather fewer required expenditures. The result will basically be future cost avoidance

To calculate the above estimate, I took colleges' actual postcard costs and added 5.7% for the recent postcard postage increase. Although Central Community College had not incurred any postcard costs to date, it does not mean they might not incur these costs in the future, and if so, such costs would not be reflected in this calculation. This calculation is merely a snapshot in time.

	Actual Cost	5.7% Postage Increase	Total
Central	0	1.057	\$ -
Mid-Plains	\$ 32,180	1.057	\$ 34,014
Southeast	\$ 81,506	1.057	\$ 86,152
Northeast	\$ 30,750	1.057	\$ 32,503
Western	\$ 18,765	1.057	\$ 19,835
NCCA Total			\$ 172,504

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2025-26</u>	<u>2026-27</u>
	<u>25-26</u>	<u>26-27</u>	<u>EXPENDITURES</u>	<u>EXPENDITURES</u>

Benefits.....	_____	_____	_____	_____
Operating.....			_____	_____
Travel.....			_____	_____
Capital outlay.....			_____	_____
Aid.....			_____	_____
Capital improvements.....			_____	_____
TOTAL.....			_____	_____

LB⁽¹⁾ 495

FISCAL NOTE

State Agency OR Political Subdivision Name: ⁽²⁾ Lancaster County Assessor/Register of Deeds

Prepared by: ⁽³⁾ Dan Nolte

Date Prepared: ⁽⁴⁾ 1/28/25

Phone: ⁽⁵⁾ 402-441-7463

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	FY 2025-26		FY 2026-27	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS				
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS				

Explanation of Estimate:
This legislation will not have a fiscal impact on this office.

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE				
Personal Services:				
POSITION TITLE	NUMBER OF POSITIONS		2025-26	2026-27
	25-26	26-27	EXPENDITURES	EXPENDITURES
Benefits.....				
Operating.....				
Travel.....				
Capital outlay.....				
Aid.....				
Capital improvements.....				
TOTAL.....				

2025

FISCAL NOTE

Prepared by: ⁽³⁾ Dennis Meyer Date Prepared: ⁽⁴⁾ 1/30/2025 Phone: ⁽⁵⁾ 402-441-6869

	FY 2025-26		FY 2026-27	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS				
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS				

LB495 does not impose direct financial impact on Lancaster County, it does increase administrative responsibilities related to taxpayer notifications, joint hearings, and compliance oversight.

Personal Services:

POSITION TITLE	NUMBER OF POSITIONS		2025-26	2026-27
	<u>25-26</u>	<u>26-27</u>	<u>EXPENDITURES</u>	<u>EXPENDITURES</u>
Benefits.....				
Operating.....				
Travel.....				
Capital outlay.....				
Aid.....				
Capital improvements.....				
TOTAL.....				

State Agency OR Political Subdivision Name: ⁽²⁾ Lancaster County Clerk

Prepared by: ⁽³⁾ Matt Hansen

Date Prepared: ⁽⁴⁾ 1-27-2025

Phone: ⁽⁵⁾ (402)441-7481

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	FY 2025-26		FY 2026-27	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS				
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	0	0	0	0

Explanation of Estimate:

No fiscal impact.

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE				
Personal Services:				
POSITION TITLE	NUMBER OF POSITIONS		2025-26	2026-27
	25-26	26-27	EXPENDITURES	EXPENDITURES
Benefits.....				
Operating.....				
Travel.....				
Capital outlay.....				
Aid.....				
Capital improvements.....				
TOTAL.....				

State Agency Estimate

State Agency Name: Department of Revenue						Date Due LFO:		
Approved by: James R. Kamm			Date Prepared: 02/21/2025		Phone: 471-5896			
	FY 2025-2026			FY 2026-2027			FY 2027-2028	
	Expenditures	Revenue		Expenditures	Revenue		Expenditures	Revenue
General Funds		\$ 0			\$ 0			\$ 0
Cash Funds								
Federal Funds								
Other Funds								
Total Funds		\$ 0			\$ 0			\$ 0

LB 495 removes community college from the Property Tax Request Act. Community college is removed from the definition of a political subdivision and the statutes that discuss a political subdivision's property tax request.

It is estimated that LB 495 will have no impact on the General Fund revenues.

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

This bill contains an emergency clause and becomes law upon enactment.

Major Objects of Expenditure

<u>Class Code</u>	<u>Classification Title</u>	<u>25-26 FTE</u>	<u>26-27 FTE</u>	<u>27-28 FTE</u>	<u>25-26 Expenditures</u>	<u>26-27 Expenditures</u>	<u>27-28 Expenditures</u>
Benefits.....							
Operating Costs.....							
Travel.....							
Capital Outlay.....							
Capital Improvements.....							
Total.....							

Please complete ALL (5) blanks in the first three lines.

2025

LB⁽¹⁾ 495

FISCAL NOTE

State Agency OR Political Subdivision Name: ⁽²⁾ Metropolitan Community College

Prepared by: ⁽³⁾ Brenda Schumacher Date Prepared: ⁽⁴⁾ 1/29/2025 Phone: ⁽⁵⁾ (531)622-2406

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	FY 2025-26		FY 2026-27	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS	0	0	0	0
CASH FUNDS	0	0	0	0
FEDERAL FUNDS	0	0	0	0
OTHER FUNDS	0	0	0	0
TOTAL FUNDS	0	0	0	0

Explanation of Estimate

This bill does not have a financial impact on MCC but would keep us from having to go to the joint public hearing for a nonmaterial amount since we are only receiving property tax on the .02 cents for capital fund.

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

POSITION TITLE	NUMBER OF POSITIONS		2025-26	2026-27
	25-26	26-27	EXPENDITURES	EXPENDITURES
Benefits.....				
Operating.....				
Travel.....				
Capital outlay.....				
Aid.....				
Capital improvements.....				
TOTAL.....				

LB⁽¹⁾ 495

FISCAL NOTE

State Agency OR Political Subdivision Name: ⁽²⁾ Nebraska Association of County Officials

Prepared by: ⁽³⁾ Elaine Menzel

Date Prepared: ⁽⁴⁾ 1/28 /2025

Phone: ⁽⁵⁾ 402.434.5660

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	FY 2025-26		FY 2026-27	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS				
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS				

Explanation of Estimate:

LB495 would remove community colleges from the requirements of the Property Tax Request Act.

There is expected to be no fiscal impact to counties if this legislation were to be enacted.

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2025-26</u>	<u>2026-27</u>
	<u>25-26</u>	<u>26-27</u>	<u>EXPENDITURES</u>	<u>EXPENDITURES</u>
Benefits.....				
Operating.....				
Travel.....				
Capital outlay.....				
Aid.....				
Capital improvements.....				
TOTAL.....				