

# FISCAL NOTE

LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)					
EXPENDITURES	GENERAL	CASH	FEDERAL	REVOLVING	TOTAL
FY2025-2026	0	0	0	0	0
FY2026-2027	0	0	0	0	0
FY2027-2028	0	0	0	0	0
FY2028-2029	0	0	0	0	0
REVENUE	GENERAL	CASH	FEDERAL	REVOLVING	TOTAL
FY2025-2026	0	0	0	0	0
FY2026-2027	0	0	0	0	0
FY2027-2028	0	0	0	0	0
FY2028-2029	0	0	0	0	0

Any Fiscal Notes received from state agencies and political subdivisions are attached following the Legislative Fiscal Analyst Estimate.

LB1107 would amend the Rural Road Improvement District Act in Nebraska §39-1639 through §39-1653, and §39-1655 as follows:

- Adds a definition of district to mean a rural road improvement district under the Rural Road Improvement District Act;
- Establishes that counties may initiate road construction or improvements by a resolution specifically stating whether a special assessment will be levied within such district or the cost of the improvement will be a general charge to the county as a whole, during a County Board meeting;
- Specifies that a road resolution cannot be adopted at the same County Board meeting when it is first proposed;
- Updates that if special assessments levies are being proposed for a district, there would be a public hearing;
- Allows for any person that owns real property in the proposed special assessment district to file a written objection to the formation of the district with the county clerk prior to the hearing time set. This must include their reason for objecting to the formation of such district;
- Clarifies that if one or more people file written objections whom own more than a combined 50% in the area of the real property for which the district is proposed, then the resolution shall not pass, with no hearing held;
- Amends that the County Board may pass the proposed resolution at or following a hearing, or at any subsequent County Board meetings, if no hearing was required;
- Adds that the County Board may utilize bonding for these road improvements for such payment of costs from bond proceeds;
- Updates rules for the counties which create these districts, instructing that they also must create special funds for the management of these district finances;
- Decrees that special assessments including interest on unpaid special assessments shall be a lien on the property, with no interest accruing before the due date for such special assessment. The interest rate shall be established by the County Board;
- Extends the maturity date of road district bonds issued under this act from 10 to 20 years; and
- Provides procedures for property owner petitions for the enlarging, withdrawing, consolidating, and dissolution of districts.

Both the Nebraska Department of Transportation (NDOT) and Lancaster County have indicated no fiscal impact as a result of this bill.

The LFO is estimating that there could be a potential fiscal impact in certain counties. However, an amount would be indeterminate and may not apply to all counties.

Note: This fiscal note will be revised If additional responses are received which would change the fiscal impact.

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE			
LB: 1107	AM:	AGENCY/POLT. SUB: County of Lancaster	
REVIEWED BY:	Ashley Dempsey	DATE: 1/22/26	PHONE: (402) 326-2182
COMMENTS: Concur with the County of Lancaster's assessment of no fiscal impact from LB 1107.			

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE			
LB: 1107	AM:	AGENCY/POLT. SUB: Nebraska Department of Transportation	
REVIEWED BY:	Ashley Dempsey	DATE: 1/23/26	PHONE: (402) 326-2182
COMMENTS: Concur with the Nebraska Department of Transportation's assessment of no fiscal impact from LB 1107.			

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

2026

LB<sup>(1)</sup> 1107

FISCAL NOTE

State Agency OR Political Subdivision County of Lancaster  
Name: <sup>(2)</sup>

Prepared by: <sup>(3)</sup> David Derbin, Chief Administrative Officer Date Prepared: 1/20/2026 <sup>(4)</sup> Phone: <sup>(5)</sup> 402-441-6865

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION				
	FY 2026-27		FY 2027-28	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS				
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS				

Explanation of Estimate:

No fiscal impact.

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE				
Personal Services:				
POSITION TITLE	NUMBER OF POSITIONS		2026-27	2027-28
	26-27	27-28	EXPENDITURES	EXPENDITURES
Benefits.....				
...				
Operating.....				
....				
Travel.....				
.				
Capital				
outlay.....				
Aid.....				
.				
Capital				
improvements.....				
TOTAL.....				

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

2026

LB<sup>(1)</sup> 1107

FISCAL NOTE

State Agency OR Political Subdivision Name: <sup>(2)</sup> Nebraska Department of Transportation (NDOT)

Prepared by: <sup>(3)</sup> Lily Kathee Date Prepared: <sup>(4)</sup> 1/20/2026 Phone: <sup>(5)</sup> 402-479-4635

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	<u>FY 2026-27</u>		<u>FY 2027-28</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS				
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS				

Explanation of Estimate:

LB1107 would amend the Rural Road Improvement District Act to allow counties to levy special assessments within a district to fund the construction or improvement of roads, rather than reliance on general county funding.

No fiscal impact to Nebraska Department of Transportation is anticipated.

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2026-27</u>	<u>2027-28</u>
	<u>26-27</u>	<u>27-28</u>	<u>EXPENDITURES</u>	<u>EXPENDITURES</u>
Benefits.....				
Operating.....				
Travel.....				
Capital outlay.....				
Aid.....				
Capital improvements.....				
TOTAL.....				