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LB 270

Revision: 1

Revised 2/20/2009 due to incorrect interpretation of the bill

FISCAL NOTE

LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES *				
	FY 2009-10		FY 2010-11	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS			\$138,773,000	
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS			\$138,773,000	

*Does not include any impact on political subdivisions. See narrative for political subdivision estimates.

LB 270 would exempt the first \$15,000 of actual value of a homestead from taxation, commencing January 1, 2010.

For tax year 2010, the bill requires the owner to file an application for the exemption. For tax year 2011 and subsequent tax years, if the owner has been granted the exemption provided for in LB 270, no reapplication is required and the exemption remains in effect until disqualified by the county.

Based on an estimate of approximately 475,250 homesteads that would qualify for the exemption and an average tax rate of 1.9461%, the estimated impact is a decrease in property tax revenue of \$138,773,000 statewide.

IMPACT TO POLITICAL SUBDIVISIONS:

Because local political subdivisions are reimbursed by the state for homestead exemptions, there is no fiscal impact to political subdivisions.