Sandy Sostad February 07, 2007 471-0054

## LB 678

## Revision: 00 FISCAL NOTE LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES *				
	FY 2007-08		FY 2008-09	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS				
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS				

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

LB 678 pertains to territory annexed by cities or villages. The bill provides that territory in a Class III, Class VI or Class I school district attached to a Class VI district that is annexed will remain a part of the school district of which it was a part immediately prior to the annexation. The same provisions apply to the platting or replating of territory lying in the zoning jurisdiction of a first or second class city. Current law requires the affected school districts to negotiate as to which school district will serve the annexed territory and if an agreement cannot be reached then the territory transfers to the school district of the annexing city or village or the school district of the first or second class city.

The bill may result in a change in the school district that is responsible for the education of children in the annexed or replatted territory. A change in the valuation base and students served by school districts with territory involved in these agreements may impact the revenues and expenditures of the affected school districts. No fiscal impact can be determined.