

PREPARED BY: Doug Gibbs
 DATE PREPARED: January 24, 2011
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LB 119

Revision: 00

FISCAL NOTE
 LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES *				
	FY 2011-12		FY 2012-13	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS	(\$1,064,566)		(\$1,064,566)	
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	(\$1,064,566)		(\$1,064,566)	

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

LB 119 amends several sections of Nebraska statute to change provisions relating to state aid to municipalities.

The bill would limit state aid to those incorporated municipalities with a property tax levy, not including bonds, that is at least 75 percent of the state average levy, not including bonds. The Tax Commissioner is to determine the eligible municipalities and certify the amount to be distributed to the Director of Administrative Services. The amount to be distributed cannot exceed \$9,900,000.

The bill has an operative date of July 1, 2011 and contains the emergency clause.

The Department of Revenue indicates LB 119 will cause a decrease in General Fund expenditures as follows:

FY 2011-12: (\$1,064,566)
 FY 2012-13: (\$1,064,566)
 FY2013- 14: (\$1,064,566)
 FY2014-15: (\$1,064,566)

The Department estimates there will be no costs to implement LB 119.

There is no basis to disagree with the Department of Revenue's estimate of expenditure or cost.

DEPARTMENT OF ADMINISTRATIVE SERVICES

REVIEWED BY	Lyn Heaton	DATE	1/25/11	PHONE	471-2526
COMMENTS					
DEPARTMENT OF REVENUE: No basis upon which to disagree.					