PREPARED BY: DATE PREPARED: PHONE: Doug Gibbs February 25, 2013 402-471-0051

LB 55

Revision: 00

FISCAL NOTE

LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT - STATE AGENCIES (See narrative for political subdivision estimates)									
	FY 201	13-14	FY 2014-15						
_	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 55 amends Nebraska Revised Statute Section 777-1340.04, regarding the re-assumption of the assessment function by those counties for which the Property Tax Administrator had been performing property assessment.

The bill changes language that requires counties to assume all contracts entered into by the Department of Revenue prior to the reassumption of the assessment function by the county until the contract expires, to make the language permissive; with the change proposed by LB 55 the county "may" assume the contract but is not required to assume. In addition the bill strikes the requirement to maintain the contract until expiration.

The bill contains the emergency clause.

There is no fiscal impact to the state as a result of LB 55.

IMPACT TO POLITICAL SUBDIVISIONS:

LB 55 will impact the nine counties for which the Property Tax Administrator had assumed the valuation process. The Nebraska Association of County Officials has indicated that the fiscal impact of LB 55 is undetermined but the bill could potentially allow the affected counties to renegotiate or develop contracts that could provide a positive financial benefit.

There is no basis to disagree with the Nebraska Association of County Officials assessment.

ADMINISTRATIVE SERVICES-STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSES								
LB: <mark>55</mark>	LB: 55 AM: AGENCY/POLT. SUB: Nebraska Assoc. of County Officials (NACO)							
REVIEWED BY: Lyn Heaton DATE: 2/25/2013 PHONE: 402.471.4181								
COMMENTS: No basis upon which to disagree with NACO's analysis.								

ADMINISTRATIVE SERVICES-STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSES							
LB: 55 AM: AGENCY/POLT. SUB: Dept. of Revenue							
REVIEWED BY: Lyn Heaton DATE: 2/25/2013 PHONE: 402.471.4181							
COMMENTS: Concur. No fiscal impact to the Dept. of Revenue.							

State Agency Estimate									
State Agency Name: Department of	Date Due LFA:	1/18/2013							
Approved by: Douglas Ewald Date Prepared: Phone: 471-5896									
	FY 2013	<u>3-2014</u>	FY 2014	I-201 <u>5</u>	FY 2015-2016				
	Expenditures	Revenue	Expenditures	Revenue	Expenditures	Revenue			
General Funds		\$ 0		\$ 0		\$ 0			
Cash Funds									
Federal Funds									
Other Funds									
Total Funds		\$ 0		\$ 0		\$ 0			

LB 55 amends Neb. Rev. Stat. § 77-1340.04(6) to provide that the Department of Revenue contracts related to the operation of the county assessment function "may" be assumed by the county once the Property Tax Administrator ceases performance of the county assessment function.

Under LB 55, the county assuming the assessment function from the Property Tax Administrator will no longer be obligated to assume any or all Department of Revenue contracts related to the operation of the county assessment function.

It is estimated that this bill will have no impact on the General Fund.

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

Major Objects of Expenditure									
Class Code	Classification Title	13-14 <u>FTE</u>	14-15 <u>FTE</u>	15-16 <u>FTE</u>	13-14 Expenditures	14-15 Expenditures	15-16 Expenditures		
Benefits									
Travel	Travel								
Capital Outlay									
Aid									
Capital Improvements.									
Total									

TOTAL.....

LB ⁽¹⁾ 5	55	FISCA	L NOTE										
State Agency OR Political Subdivision Name: (2)				, Ne	Nebraska Association of County Officials								
Prepared by: (3) Elaine Menzel		D	ate Pı	epared: ⁽⁴⁾	1/14/2013		Phone: (5)	402.434.5660, ext. 225					
		ES	TIMATE PROV	IDED BY	STA	TE AGEN	CY OR	POLITIC	AL SUBDIVISIO	<u>ON</u>			
]	<u>F</u> EXPENDITURI	Y 2013-1 ES	013-14 <u>REVENUE</u>			EXPEND	-15 <u>REVENUE</u>				
GENERAL	FUNI	OS		_			_						
CASH FUN	NDS			_			_						
FEDERAL	FUNI	os					_						
OTHER F	UNDS						_						
TOTAL FU	UNDS			_			_	•					
pertaining counties t undetermine	to the hat do ined; h	e operation or did un nowever,	on of the count tilize the state	ty assess to perfor n would p	smen m as	t function. sessment	This function	legislatior ons. The	n would potenti	o the 9 counties is			
D 16	•		MA	JOR OBJ	ECTS	OF EXPE	NDITU	JRE					
Personal So		: ION TITI		NUMBEI <u>13-14</u>		POSITION <u>14-15</u>	s _	2018 EXPEND		2014-15 EXPENDITURES			
Ronofits							_						
Aid													
Capital imp	proven	ents											