

AMENDMENTS TO LB123

Introduced by Sanders, 45.

1 1. Insert the following new section:

2 **Sec. 2.** Section 13-3407, Revised Statutes Cumulative Supplement,
3 2024, is amended to read:

4 13-3407 (1) The auditor shall prepare forms to be used by political
5 subdivisions for the purpose of calculating property tax request
6 authority and unused property tax request authority. Each political
7 subdivision shall calculate such amounts and submit the forms to the
8 auditor on or before September 30, 2025, and on or before September 30 of
9 each year thereafter. If a political subdivision fails to submit such
10 forms to the auditor or if the auditor determines from such forms that a
11 political subdivision is not complying with the limits provided in the
12 Property Tax Growth Limitation Act, the auditor shall notify the
13 political subdivision and the State Treasurer of the noncompliance.

14 (2)(a) Upon receiving notice from the auditor, the ~~The~~ State
15 Treasurer shall then suspend distribution of state aid allocated to the
16 political subdivision until the political subdivision complies. The funds
17 shall be held for six months. If the political subdivision complies
18 within the six-month period, it shall receive the suspended funds. If the
19 political subdivision fails to comply within the six-month period, the
20 suspended funds shall be forfeited and shall be (i) redistributed to
21 other recipients of the state aid in the county where such noncompliant
22 political subdivision is located or returned to the Highway Allocation
23 Fund if there is no eligible recipient or (ii) , in the case of a
24 homestead exemption reimbursement, returned to the General Fund.

25 (b) The political subdivision shall continue to forfeit state aid
26 until the political subdivision reaches compliance and the State
27 Treasurer has received notification of such compliance from the auditor.

1 All state aid that was forfeited shall remain forfeited and redistributed
2 according to subdivision (a)(i) of this subsection.

3 (3) If any political subdivision fails to reach compliance within
4 twelve months after the time of the order and notice of delinquency given
5 by the auditor to the State Treasurer, such political subdivision shall
6 be ineligible for future distributions of state aid. Upon reaching
7 compliance, the political subdivision shall be eligible for future
8 distributions of state aid.

9 2. Renumber the remaining sections and correct the repealer
10 accordingly.