PREPARED BY: DATE PREPARED: PHONE: Clinton Verner February 01, 2024 402-471-0056

LB 1326

Revision: 00

FISCAL NOTE

LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT - STATE AGENCIES (See narrative for political subdivision estimates)						
	FY 2024-25		FY 2025-26			
	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.

LB1326 amends the Nebraska Housing Agency Act to require housing agencies or controlled affiliates to provide notice of exemption to all taxes and special assessments of any city, any county, the state, or any public agency thereof, including without limitation any special taxing district or similar political subdivision to the county accessor. Such notice is to be provided on or before December 31 of the year preceding the year for which the exemption is first sought.

No fiscal impact.

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE						
LB: 1326 AM: AGENCY/POLT. SUB: Department of Revenue						
REVIEWED BY:	Jacob Leaver	DATE: 2/6/2024	PHONE: (402) 471-4173			
COMMENTS: Concur with the Department of Revenue's estimate of no fiscal impact to the agency as a result of LB 1326.						

State Agency Estimate						
State Agency Name: Department of	f Revenue				Date Due LFO:	
Approved by: James R. Kamm		Date Prepared:	02/05/2024		Phone: 471-5896	
	FY 2024	FY 2024-2025		<u>5-2026</u>	FY 2026-2027	
	Expenditures	Revenue	Expenditures	Revenue	Expenditures	Revenue
General Funds		\$ 0		\$ 0		\$ 0
Cash Funds						
Federal Funds						
Other Funds						
Total Funds		\$ 0		\$ 0		\$ 0

LB 1326 amends the Nebraska Housing Agency Act by removing the words "wholly owned" from the phrase "wholly owned controlled affiliate" throughout the Act. This removes the requirement that the affiliate be wholly owned and allows for affiliates that are not wholly owned to apply for a property tax exemption.

LB 1326 also removes the provision that allows property exemptions to the extent of the ownership interest which the housing agency and its wholly owned controlled affiliates hold in the property. This leaves only a property tax exemption to the extent the property is used solely to provide housing for persons of eligible income and qualifying tenants.

LB 1326 creates the requirement for a housing agency or their controlled affiliate to provide notice of the exemption to the county assessor of the county in which the property is located on or before December 31 of the year preceding the year for which the exemption is first sought.

The operative date for LB1326 is three months after enactment.

It is estimated that LB1326 will have no impact on General Fund revenues.

It is estimated that there will be no cost to the Department of Revenue to implement this bill.

Major Objects of Expenditure							
Class Code	Classification Title	24-25 <u>FTE</u>	25-26 <u>FTE</u>	26-27 <u>FTE</u>	24-25 Expenditures	25-26 Expenditures	26-27 Expenditures
Benefits							
	Operating Costs.						
Travel							
Capital Outlay							
Total	Total						