

**FISCAL NOTE**  
 LEGISLATIVE FISCAL ANALYST ESTIMATE

<b>ESTIMATE OF FISCAL IMPACT – STATE AGENCIES</b> (See narrative for political subdivision estimates)				
	<b>FY 2017-18</b>		<b>FY 2018-19</b>	
	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 253 amends the County Industrial Sewer Construction Act, Nebraska Revised Statutes Section 23-3637.

Section 23-3637 is amended to add villages, and sanitary and improvement districts (SID) to the entities eligible to enter into an agreement for joint action for planning, construction, management, operation, or financing of a sewerage disposal system.

The bill adds new language to the Act that provides that the county and any city, village, or SID may enter into a service agreement regarding the sewerage project, with any joint entity created pursuant to the Interlocal Cooperation Act or any joint public agency created pursuant to the Joint Public Agency Act. The bill specifies what the service agreement may provide.

New language in LB 253 also allows a county, city, village, or SID to meet the payment due under the service agreement to make such payments from a special tax levied for that purpose upon all taxable property within the boundaries of that entity. The special tax shall have the same status as a tax levied for the purpose of paying bonds and secured by a levy on property.

There is no fiscal impact to the state as a result of the provisions of LB 253.

There is no cost to implement the provisions of LB 253 to the Department of Revenue.

<b>ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY &amp; POLT. SUB. RESPONSE</b>			
LB: 253	AM:	AGENCY/POLT. SUB: Department of Revenue	
REVIEWED BY: Lyn Heaton	DATE: 2/23/2017	PHONE: <a href="tel:4024714181">(402) 471-4181</a>	
COMMENTS: Concur. No fiscal impact on the Dept. of Revenue.			

<b>ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY &amp; POLT. SUB. RESPONSE</b>			
LB: 253	AM:	AGENCY/POLT. SUB: NE Assoc. of County Officials (NACO)	
REVIEWED BY: Lyn Heaton	DATE: 2/21/2017	PHONE: <a href="tel:4024714181">(402) 471-4181</a>	
COMMENTS: Concur with the NACO conclusion that the bill would authorize an increase in property taxes by counties that could otherwise not be levied.			

State Agency Estimate

State Agency Name: Department of Revenue

Date Due LFA:

Approved by: Tony Fulton

Date Prepared:

Phone: 471-5896

	<u>FY 2017-2018</u>		<u>FY 2018-2019</u>		<u>FY 2019-2020</u>	
	<u>Expenditures</u>	<u>Revenue</u>	<u>Expenditures</u>	<u>Revenue</u>	<u>Expenditures</u>	<u>Revenue</u>
General Funds		\$ 0		\$ 0		\$ 0
Cash Funds						
Federal Funds						
Other Funds						
Total Funds		\$ 0		\$ 0		\$ 0

LB 253 amends Neb. Rev. Stat. § 23-3637 to provide that a county, city, village, or sanitary improvement district may enter into a service agreement with any joint entity which owns or operates any sewage disposal system and plant. The service agreement may provide for the payment of fixed or variable periodic payments for service or the right to obtain service, based on: (1) operating, maintenance, and management expenses; (2) debt service; or (3) maintaining operating reserves.

This bill allows a levy of a special tax upon all taxable property within the boundaries of the political subdivision. The tax would have the same status as a tax levied for paying bonds secured by a levy.

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

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

**Major Objects of Expenditure**

<u>Class Code</u>	<u>Classification Title</u>	<u>17-18</u> <u>FTE</u>	<u>18-19</u> <u>FTE</u>	<u>19-20</u> <u>FTE</u>	<u>17-18</u> <u>Expenditures</u>	<u>18-19</u> <u>Expenditures</u>	<u>19-20</u> <u>Expenditures</u>
Benefits.....							
Operating Costs.....							
Travel.....							
Capital Outlay.....							
Aid.....							
Capital Improvements.....							
<b>Total.....</b>							

Please complete ALL (5) blanks in the first three lines.

**2017**

**LB<sup>(1)</sup> 253**

**FISCAL NOTE**

State Agency OR Political Subdivision Name: <sup>(2)</sup> Nebraska Association of County Officials (NACO)

Prepared by: <sup>(3)</sup> Elaine Menzel Date Prepared: <sup>(4)</sup> 1/17/2017 Phone: <sup>(5)</sup> 402.434.5660

**ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION**

	<u>FY 2017-18</u>		<u>FY 2018-19</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	_____	_____	_____	_____
CASH FUNDS	_____	_____	_____	_____
FEDERAL FUNDS	_____	_____	_____	_____
OTHER FUNDS	_____	_____	_____	_____
TOTAL FUNDS	=====	=====	=====	=====

Explanation of Estimate:

LB 253 would authorize intergovernmental service agreements under the County Industrial Sewer Construction Act and provide for a special tax levy. The fiscal impact is positive to counties and yet unknown.

**BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE**

Personal Services:

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2017-18 EXPENDITURES</u>	<u>2018-19 EXPENDITURES</u>
	<u>17-18</u>	<u>18-19</u>		
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Benefits.....	_____	_____	_____	_____
Operating.....	_____	_____	_____	_____
Travel.....	_____	_____	_____	_____
Capital outlay.....	_____	_____	_____	_____
Aid.....	_____	_____	_____	_____
Capital improvements.....	_____	_____	_____	_____
TOTAL.....	_____	_____	_____	_____