

FISCAL NOTE
LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)				
	FY 2014-15		FY 2015-16	
	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 979 amends several sections of Nebraska Revised Statutes dealing with delinquent tax sales procedures.

The bill provides for the refundability of the \$20 reassignment fee and the \$20 issuance fee associated with real property tax sales.

In addition, the bill establishes the priority of the most recent tax sale certificate as a superior lien to any prior tax sale certificate; adds new language requirements to the notice that a purchaser shall provide in the case of owner-occupied property; provides that a tax sale certificate purchased at less than 100% interest in the real property and issued a treasurer's tax deed shall take title to the entirety of the real property; and that redemption amount shall include the issuance fee.

The bill has an operative date of January 1, 2015.

There is no fiscal impact to the state as a result of LB 979.

The Department of Revenue indicates no cost to implement the provisions of LB 979.

We agree with the Department's estimate of cost.

ADMINISTRATIVE SERVICES-STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSES			
LB: 979	AM:	AGENCY/POLT. SUB: Department of Revenue	
REVIEWED BY: Lyn Heaton		DATE: 2/25/2014	PHONE: 402.471.4181
COMMENTS: Concur. No fiscal impact on the Dept. of Revenue.			

ADMINISTRATIVE SERVICES-STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSES			
LB: 979	AM:	AGENCY/POLT. SUB: NE Assoc. of County Officials (NACO)	
REVIEWED BY: Lyn Heaton		DATE: 2/25/2014	PHONE: 402.471.4181
COMMENTS: No basis to disagree with the NACO analysis.			

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

2014

LB⁽¹⁾ 979

FISCAL NOTE

State Agency OR Political Subdivision Name: ⁽²⁾

Nebraska Association of County Officials (NACO)

Prepared by: ⁽³⁾ Elaine Menzel

Date Prepared: ⁽⁴⁾ 1/27/2014

Phone: ⁽⁵⁾ 402.434.5660,
ext 225

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	<u>FY 2014-15</u>		<u>FY 2015-16</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:

Under LB 979, the tax sales certificate issuance fee of \$20 would be refundable to the purchaser upon redemption. The fee is included in the cost of redemption that is paid by the property owner, so the cost is passed directly from the property owner to the certificate holder. The county issuing the certificate does not retain any portion of the fee to offset issuance costs.

Because counties do not hold a property interest in real estate on tax sales certificates sold, there is no fiscal impact due to property loss to counties when tax sales certificates that were sold through a bid-down process are granted a 100% undivided interest in the entirety of the property.

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2014-15</u>	<u>2015-16</u>
	<u>14-15</u>	<u>15-16</u>	<u>EXPENDITURES</u>	<u>EXPENDITURES</u>
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Benefits.....	_____	_____	_____	_____
Operating.....	_____	_____	_____	_____
Travel.....	_____	_____	_____	_____
Capital outlay.....	_____	_____	_____	_____
Aid.....	_____	_____	_____	_____
Capital improvements.....	_____	_____	_____	_____
TOTAL.....	_____	_____	_____	_____