

FISCAL NOTE
LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)				
	FY 2016-17		FY 2017-18	
	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 797 amends Nebraska Revised Statutes Section 77-3517 regarding approval and denial of homestead exemption applications.

The bill adds language to the section to provide that beginning 30 days after a homestead exemption has been reduced or removed from the tax rolls, interest begins to accrue. The current rate of such interest is 14%.

The bill has an operative date of January 1, 2017.

The Department of Revenue estimates that LB 797 will have no fiscal impact on General Fund revenues.

The Department also indicates no cost to implement the provisions of LB 797.

We have no basis to disagree with the Department of Revenue's estimate of fiscal impact and cost.

ADMINISTRATIVE SERVICES-STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSES			
LB: 797	AM:	AGENCY/POLT. SUB: Dept. of Revenue	
REVIEWED BY: Lyn Heaton		DATE: 2/16/2016	PHONE: 471-4181
COMMENTS: The Department of Revenue's estimate of no state revenue impact and no operational fiscal impact on the Department appears reasonable.			

ADMINISTRATIVE SERVICES-STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSES			
LB: 797	AM:	AGENCY/POLT. SUB: NE. Association of County Officials	
REVIEWED BY: Lyn Heaton		DATE: 2/16/2016	PHONE: 471-4181
COMMENTS: No fiscal impact estimate is provided in the NACO fiscal note. However, it is reasonable to assume some increase in revenue for political subdivisions would occur if interest accrues on property taxes due to the removal or reduction of a homestead exemption.			

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

2016

LB⁽¹⁾ 797

FISCAL NOTE

State Agency OR Political Subdivision Name: ⁽²⁾

Nebraska Association of County Officials (NACO)

Prepared by: ⁽³⁾ Elaine Menzel

Date Prepared: ⁽⁴⁾ 1/11/2016

Phone: ⁽⁵⁾ 402.434.5660

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	<u>FY 2016-17</u>		<u>FY 2017-18</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 797 would provide that beginning 30 days after the county receives approval from the county board to remove or reduce the exemption from the tax rolls of the county, interest at the rate of 14 percent per annum shall accrue on the amount of tax due. The changes made as a result on LB 797 would result in (1) no change if taxes due are paid within 30 days or (2) an increase in money collected by a county if the taxes are not paid within 30 days from removing or reducing a homestead exemption.

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2016-17 EXPENDITURES</u>	<u>2017-18 EXPENDITURES</u>
	<u>16-17</u>	<u>17-18</u>		
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Benefits.....	_____	_____	_____	_____
Operating.....	_____	_____	_____	_____
Travel.....	_____	_____	_____	_____
Capital outlay.....	_____	_____	_____	_____
Aid.....	_____	_____	_____	_____
Capital improvements.....	_____	_____	_____	_____
TOTAL.....	_____	_____	_____	_____