

7/2/11

PREPARED BY: Sandy Sostad
DATE PREPARED: February 04, 2011
PHONE: 471-0054

LB 409

Revision: 00

FISCAL NOTE

LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES *				
	FY 2011-12		FY 2012-13	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS				
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS				

*Does not include any impact on political subdivisions. See narrative for political subdivision estimates.

LB 409 allows a city, village, or county to collect funds to pay costs associated with the repair or demolition and clearing of damaged real property. The bill provides for an insurer to withhold from the payment of a claim the greater of: 25% of the actual cash value of the real property; 25% of the final settlement; or, \$15,000. If a final settlement is greater than 35% of the insurance coverage on the property, then a city, village or county has the right to deposit funds withheld by an insurer into a trust or escrow account to repair or demolish and clear the damaged property. Any funds remaining after the property has been repaired or demolished and cleared are remitted to the insured or an authorized third party.

The bill provides another method for a city or village to collect funds to pay costs associated with the repair or demolition and removal of buildings and structures damaged by flood, fire, explosion, vandalism, malicious mischief, act of God, riot or civil commotion. Current law provides for cities and villages to impose a special levy against the property for such work or enforce the collection by civil action in court. It is possible the bill will expedite the work on affected buildings and structures which may result in lower expenditures by cities, villages and counties for such work or decreased expenditures for civil actions.

DEPARTMENT OF ADMINISTRATIVE SERVICES

REVIEWED BY	Gary Bush	DATE	1/26/11	PHONE	471-2526
COMMENTS					
DEPARTMENT OF INSURANCE: Concur.					
CITY OF FREMONT: No basis to disagree with estimate.					
CITY OF IMPERIAL: No basis to disagree.					

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

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LEGISLATIVE FISCAL

LB⁽¹⁾ 409 FISCAL NOTE

State Agency OR Political Subdivision Name: ⁽²⁾ Department of Insurance

Prepared by: ⁽³⁾ Eric Dunning Date Prepared: ⁽⁴⁾ 01/21/11 Phone: ⁽⁵⁾ 471-4650

ESTIMATE PROVIDED BY STATE AGENCY OR POLICITCAL SUBDIVISION

	FY 2011-2012		FY 2012-2013	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS	_____	_____	_____	_____
CASH FUNDS	_____	_____	_____	_____
FEDERAL FUNDS	_____	_____	_____	_____
OTHER FUNDS	=====	=====	=====	=====

Return by date specified or 72 hours prior to public hearing, whichever is earlier.

Explanation of Estimate:

No Fiscal Impact

MAJOR OBJECTS OF EXPENDITURE

Personal Services:

POSITION TITLE	NUMBER OF POSITIONS		2011-2012 EXPENDITURES	2012-2013 EXPENDITURES
	11-12	12-13		
Benefits.....	_____	_____	_____	_____
Operating.....	_____	_____	_____	_____
Travel.....	_____	_____	_____	_____
Capital outlay.....	_____	_____	_____	_____
Aid.....	_____	_____	_____	_____
Capital improvements.....	_____	_____	_____	_____
TOTAL.....	_____	_____	_____	_____

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LB⁽¹⁾ 409 FISCAL NOTE

LEGISLATIVE FISCAL

State Agency OR Political Subdivision Name: ⁽²⁾ City of Fremont, NE

Prepared by: ⁽³⁾ Dale Shek Koski

Date Prepared: ⁽⁴⁾ 1-21-11

Phone: ⁽⁵⁾ (402) 727-2630

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	FY 2011-2012		FY 2012-2013	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS	<u>40,000.00</u>	<u>40,000.00</u>	<u>40,000.00</u>	<u>40,000.00</u>
CASH FUNDS	_____	_____	_____	_____
FEDERAL FUNDS	_____	_____	_____	_____
OTHER FUNDS	_____	_____	_____	_____
TOTAL FUNDS	=====	=====	=====	=====

Return by date specified or 72 hours prior to public hearing, whichever is earlier.

Explanation of Estimate:

Building demolition, asbestos, etc. costs that could be offset by insurance proceeds.

MAJOR OBJECTS OF EXPENDITURE

Personal Services:

POSITION TITLE	NUMBER OF POSITIONS		2011-2012	2012-2013
	11-12	12-13	EXPENDITURES	EXPENDITURES
<u>Building Inspector</u>	<u>1</u>	_____	<u>2,200.00</u>	2,200.00 <u>2,200.00</u>
<u>Finance Director / staff</u>	<u>2</u>	_____	<u>1,000.00</u>	<u>1,000.00</u>
Benefits	_____	_____	_____	_____
Operating	_____	_____	_____	_____
Travel	_____	_____	_____	_____
Capital outlay	_____	_____	_____	_____
Aid	_____	_____	_____	_____
Capital improvements	_____	_____	_____	_____
TOTAL	_____	_____	<u>3,200.00</u>	<u>3,200.00</u>

