

PREPARED BY: Sandy Sostad  
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 PHONE: 471-0054

**LB 524**

Revision: 00

**FISCAL NOTE**  
 LEGISLATIVE FISCAL ANALYST ESTIMATE

<b>ESTIMATE OF FISCAL IMPACT – STATE AGENCIES *</b>				
	<b>FY 2007-08</b>		<b>FY 2008-09</b>	
	<b>EXPENDITURES</b>	<b>REVENUE</b>	<b>EXPENDITURES</b>	<b>REVENUE</b>
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 524 pertains to territory annexed by cities. The bill provides that territory not lying within a Class IV or V school district that is annexed by a city of the first class will become part of the school district of the annexing city. The same provisions apply to the platting or replatting of territory lying in the zoning jurisdiction of a first class city. Current law requires the affected school districts to negotiate as to which school district will serve the annexed territory and if an agreement cannot be reached then the territory transfers to the school district of the annexing city or the school district of the first class city.

The bill may result in a change in the school district that is responsible for the education of children in the annexed or platted territory. A change in the valuation base and students served by school districts with territory involved in these agreements may impact the revenues and expenditures of the affected school districts. No fiscal impact can be determined.