

FISCAL NOTE
 LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)				
	FY 2020-21		FY 2021-22	
	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 1212 requires political subdivisions (counties, cities, villages, school districts, learning communities, sanitary and improvement districts, natural resources districts, educational service units, and community colleges) to comply with certain notice and hearing requirements prior to setting the property tax request at an amount that exceeds the property tax request for the prior year, accounting for allowable growth.

Allowable growth is defined as the growth in assessed value of property from the prior assessment year to the current assessment year resulting from (1) annexation of property or (b) development of property. The act also requires any resolution or ordinance setting the political subdivision’s property tax request to include certain information.

This bill is not estimated to have a fiscal impact to the state. The Department of Revenue estimates no impact to General Fund revenue and no cost to implement the bill.

There could be some costs to political subdivisions based upon the notice and hearing requirements in the bill. The political subdivisions providing a fiscal note response estimate additional costs ranging from \$1,000 to \$5,000 per fiscal year. Additional estimated costs include per diems, mileage, advertising, and other administrative expenses. There is no basis to disagree with these estimates.

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE			
LB: 1212	AM:	AGENCY/POLT. SUB: City of Lincoln	
REVIEWED BY: Lee Will	DATE: 01/30/2020	PHONE: (402) 471-4175	
COMMENTS: No basis to disagree with City of Lincoln’s assessment of fiscal impact.			

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE			
LB: 1212	AM:	AGENCY/POLT. SUB: Lancaster County	
REVIEWED BY: Lee Will	DATE: 01/31/2020	PHONE: (402) 471-4175	
COMMENTS: Lancaster County’s assessment of fiscal impact seems reasonable.			

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE			
LB: 1212	AM:	AGENCY/POLT. SUB: Central Platte NRD	
REVIEWED BY: Lee Will		DATE: 01/31/2020	PHONE: (402) 471-4175
COMMENTS: The Central Platte NRD's assessment of fiscal impact seems reasonable.			

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE			
LB: 1212	AM:	AGENCY/POLT. SUB: Papio-Missouri River Natural Resources District	
REVIEWED BY: Lee Will		DATE: 01/30/2020	PHONE: (402) 471-4175
COMMENTS: No basis to disagree with Papio-Missouri NRD's assessment of fiscal impact.			

State Agency Estimate

State Agency Name: Department of Revenue		Date Due LFA:				
Approved by: Tony Fulton		Phone: 471-5896				
Date Prepared:						
	FY 2020-2021		FY 2021-2022		FY 2022-2023	
	<u>Expenditures</u>	<u>Revenue</u>	<u>Expenditures</u>	<u>Revenue</u>	<u>Expenditures</u>	<u>Revenue</u>
General Funds	\$0	\$0	\$0	\$0	\$0	\$0
Cash Funds						
Federal Funds						
Other Funds						
Total Funds	\$0	\$0	\$0	\$0	\$0	\$0

LB 1212 adopts the Property Tax Request Act (Act) and harmonizes existing law.

Sections 1, 4, and 7 harmonize current Neb. Rev. Stat. §§ 77-1601, 77-1601.02, and 77-1776 with the Property Tax Request Act.

Section 2 establishes the Act.

Section 3 defines political subdivision and property tax request.

Section 5 provides that a political subdivision may set its property tax request at an amount greater than the property tax request from the prior year if it holds a public hearing, provides notice of such hearing, and passes a resolution or ordinance in accordance with the Act.

Under the Act, the public hearing must be held at a meeting where the only items on the agenda for discussion will be: (i) discussion and action on the political subdivisions intent to approve a tax request that exceeds the property tax request from the prior year, and (ii) the political subdivisions budget. Interested parties at the public hearing are to be allowed to make public comment within reasonable time limits and with no unreasonable restriction on the number of individuals allowed to make public comment. The political subdivision cannot schedule the public hearing at the same time as a public hearing of another political subdivision in the same county. The political subdivision must hold the public hearing at or after 6 p.m.

The notice of the hearing must comply with specific requirements that are provided in the Act. The notice must be published in a newspaper or combination of newspapers of general circulation in the political subdivision. The notice must:

1. Be no less than one-fourth page in size;
2. Use type no smaller than eighteen point;
3. Be surrounded by a one-fourth inch border;
4. Be published once each week for the two weeks before the political subdivision conducts the public hearing; and
5. State that the political subdivision will meet on a certain day, time, and place fixed in the notice, which is to be seven or more days after the day of the first publication, for the purpose of hearing comments regarding the proposed increase in the property tax request over the amount from the prior year.

The notice is not to be placed in that portion of the newspaper with legal notices and classified advertisements. The notice is to be in a newspaper that is published at least one day per week. The form and content of the notice are also spelled out in the Act.

Any resolution or ordinance setting a political subdivision’s property tax request at an amount that exceeds the property tax request ask from the prior year must include:

1. The name of the political subdivision;
2. The amount of the property tax request;

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

2020

LB⁽¹⁾ 1212 _____

FISCAL NOTE

State Agency OR Political Subdivision Name: ⁽²⁾ City of Lincoln _____

Prepared by: ⁽³⁾ James Van Bruggen Date Prepared: ⁽⁴⁾ 1/29/20 Phone: ⁽⁵⁾ 402-441-8301

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	<u>FY 2020-21</u>		<u>FY 2021-22</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	_____	_____	_____	_____
CASH FUNDS	_____	_____	_____	_____
FEDERAL FUNDS	_____	_____	_____	_____
OTHER FUNDS	_____	_____	_____	_____
TOTAL FUNDS	<u>_____</u>	<u>_____</u>	<u>_____</u>	<u>_____</u>

Explanation of Estimate:

The fiscal impact is estimated to be \$1,000.

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2020-21</u>	<u>2021-22</u>
	<u>20-21</u>	<u>21-22</u>	<u>EXPENDITURES</u>	<u>EXPENDITURES</u>
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Benefits.....	_____	_____	_____	_____
Operating.....	_____	_____	_____	_____
Travel.....	_____	_____	_____	_____
Capital outlay.....	_____	_____	_____	_____
Aid.....	_____	_____	_____	_____
Capital improvements.....	_____	_____	_____	_____
TOTAL.....	_____	_____	_____	_____

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

2020

LB⁽¹⁾ 1212

FISCAL NOTE

State Agency OR Political Subdivision Name: ⁽²⁾ Central Platte NRD

Prepared by: ⁽³⁾ Kelly Cole Date Prepared: ⁽⁴⁾ 01/28/2020 Phone: ⁽⁵⁾ 308-385-6282

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	<u>FY 2020-21</u>		<u>FY 2021-22</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	<u>3000.00</u>	<u> </u>	<u>3000.00</u>	<u> </u>
CASH FUNDS	<u> </u>	<u> </u>	<u> </u>	<u> </u>
FEDERAL FUNDS	<u> </u>	<u> </u>	<u> </u>	<u> </u>
OTHER FUNDS	<u> </u>	<u> </u>	<u> </u>	<u> </u>
TOTAL FUNDS	<u> </u>	<u> </u>	<u> </u>	<u> </u>

Explanation of Estimate:

Increase costs to our expenditures for the following:
 Director Per Diem for additional meeting
 Director Mileage for additional meeting
 Advertising for additional meeting

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2020-21</u>	<u>2021-22</u>
	<u>20-21</u>	<u>21-22</u>	<u>EXPENDITURES</u>	<u>EXPENDITURES</u>
Benefits.....	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Operating.....	<u> </u>	<u> </u>	<u>600.00</u>	<u>600.00</u>
Travel.....	<u> </u>	<u> </u>	<u>2400.00</u>	<u>2400.00</u>
Capital outlay.....	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Aid.....	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Capital improvements.....	<u> </u>	<u> </u>	<u> </u>	<u> </u>
TOTAL.....	<u> </u>	<u> </u>	<u> </u>	<u> </u>

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

2020

LB⁽¹⁾ 1212

FISCAL NOTE

State Agency OR Political Subdivision Name: ⁽²⁾ Papio-Missouri River Natural Resources District

Prepared by: ⁽³⁾ John Winkler Date Prepared: ⁽⁴⁾ January 27, 2020 Phone: ⁽⁵⁾ 402-444-6222

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	<u>FY 2020-21</u>		<u>FY 2021-22</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	_____	_____	_____	_____
CASH FUNDS	_____	_____	_____	_____
FEDERAL FUNDS	_____	_____	_____	_____
OTHER FUNDS	_____	_____	_____	_____
TOTAL FUNDS	<u>\$5,000</u>	_____	_____	_____

Explanation of Estimate:

The Papio NRD will be required to spend anywhere from \$3,000 - \$5,000 dollars/year on overtime, advertising and other general expenses to comply with the bill's requirements.

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2020-21</u>	<u>2021-22</u>
	<u>20-21</u>	<u>21-22</u>	<u>EXPENDITURES</u>	<u>EXPENDITURES</u>
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Benefits.....	_____	_____	_____	_____
Operating.....	_____	_____	_____	_____
Travel.....	_____	_____	_____	_____
Capital outlay.....	_____	_____	_____	_____
Aid.....	_____	_____	_____	_____
Capital improvements.....	_____	_____	_____	_____
TOTAL.....	_____	_____	_____	_____