

PREPARED BY: Sandy Sostad
 DATE PREPARED: March 01, 2007
 PHONE: 471-0054

LB 614

Revision: 01

Revised on 3/1/07 to correct analysis of fiscal impact on original fiscal note.

FISCAL NOTE
LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES *				
	FY 2007-08		FY 2008-09	
	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 614 changes provisions related to the determination of adjusted valuation by the Property Tax Administrator for purposes of state aid to education (TEEOSA). The bill provides for the level of value of a school district to be the value as established by the Tax Equalization and Review Commission. If the Property Tax Administrator finds the level of value of a county is different than the level of value of a school district by more than a mere difference of opinion, then the Property Tax Administrator may determine the value for the school district. The Property Tax Administrator may also determine the value for a school district when the county board of equalization has significantly altered the value of real property for a school district.

The bill has no determinable fiscal impact in terms of state aid paid to school districts in the future. The bill may result in a change in value for an individual school district in instances where the Property Tax Administrator is authorized by the bill to make adjustments. Any change in valuation will impact the state aid received by a school district since adjusted valuation is used to compute the yield from local effort rate for purposes of determining school district resources in the aid formula. An increase in resources will decrease state aid paid to a district and a decrease in resources will increase state aid paid to a district.