

LB 1114 FISCAL NOTE

Doug Nichols/Tom Bergquist
January 29, 1996

	FY 1996-97		FY 1997-98	
	Expenditures	Revenue	Expenditures	Revenue
GENERAL				
CASH				
FEDERAL				
OTHER				
TOTAL	\$0	\$0	\$0	\$0

This bill provides for property tax levies on political subdivisions as specified, and is operative on January 1, 1998.

This bill does not appear to impact state expenditures or revenues. The Department of Revenue estimates minimal implementation costs.

Impact on Local Subdivisions: The initial levy limits in this bill could reduce property taxes by an estimated \$323.9 million, which is a 20% reduction statewide. This could be offset by \$53.6 million of tax revenues which could be generated under the levy allowance for Interlocal Cooperation Act agreements, yielding a net reduction of \$270.3 million, or 17%. This impact may vary between subdivisions and could impact the measure of wealth for purposes of state aid to school distributions.