

LB 595 FISCAL NOTE

Sandy L. Sostad
June 10, 1997

Revised on 6/10/97 based on amendments adopted through 5/28/97.

	FY 1997-98		FY 1998-99	
	Expenditures	Revenue	Expenditures	Revenue
GENERAL				
CASH				
FEDERAL				
OTHER				
TOTAL	\$0	\$0	\$0	\$0

LB 595 provides that when a county board adopts special valuation for qualifying property in the county pursuant to sections 77-1343 to 77-1348 (greenbelt land), the adjusted valuation used to calculate state aid to schools shall not exceed 108% of the assessed valuation for the property tax year on which the adjusted valuation is based, beginning in the 1997-98 school year.

The bill has no fiscal Impact for any state agency. It will affect the valuations used by some counties for state aid purposes. The change may lower the adjusted valuation of property for some counties, which will decrease the yield of a school system from the local effort rate in the state aid formula. This will decrease the formula resources of a school in the formula calculation. If a school is eligible for equalization aid, then decreased resources may result in an Increase In equalization old for the school.

The overall effect of the bill will be a shift in state aid between school districts. The fiscal Impact will vary by school system.