



**Fiscal Estimate Narratives**  
**DOR 3/7/2007**

LRB Number <b>07-0627/1</b>	Introduction Number <b>AB-0115</b>	Estimate Type <b>Original</b>
<b>Description</b> Requiring a seller of real property located in a drainage district to disclose the location of the property within a drainage district		

**Assumptions Used in Arriving at Fiscal Estimate**

Under current law, a person selling property is required to inform perspective buyers of certain conditions of which they are aware. Under the bill, one of these conditions would be that the property is located in a drainage district and therefore is subject to special assessment by the district.

Since drainage districts do not have the power to levy a general property tax, the Department of Revenue does not establish equalized values for drainage districts, and therefore does not maintain information on the number or location of these districts. In addition, the Department of Revenue does not review drainage district financial statements. As a result, the Department of Revenue is unable to give a reasonable estimate of how the bill would affect drainage districts or property owners within such districts.

The bill will have no affect on the Department of Revenue.

**Long-Range Fiscal Implications**