PREPARED BY: DATE PREPARED: PHONE: Doug Gibbs February 11, 2015 402-471-0051

LB 419

Revision: 00

FISCAL NOTE

LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT - STATE AGENCIES (See narrative for political subdivision estimates)							
	FY 201	FY 2015-16 FY 201					
	EXPENDITURES	REVENUE	EXPENDITURES REVENUE				
GENERAL FUNDS		(\$1,102,000)		(\$2,724,000)			
CASH FUNDS		(\$36,000)		(\$110,000)			
FEDERAL FUNDS							
OTHER FUNDS							
TOTAL FUNDS		(\$1,138,000)		(\$2,834,000)			

Any Fiscal Notes received from state agencies and political subdivisions are attached following the Legislative Fiscal Analyst Estimate.

LB 419 amends the Nebraska Revenue Act of 1967.

The bill would exempt the sales and purchases of any zoo or aquarium accredited by the Association of Zoos and Aquariums from Nebraska sales and use tax.

The bill has an operative date of January 1, 2016.

The Department of Revenue estimates the following fiscal impact:

•		State Highway Capital	Highway Allocation Fund	d
Fiscal Year:	General Fund:	Improvement Fund:	(Local):	Total:
2015-16:	(\$ 1,102,000)	(\$ 36,000)	(\$ 6,000)	(\$ 1,144,000)
2016-17:	(\$ 2,724,000)	(\$ 110,000)	(\$ 19,000)	(\$ 2,853,000)
2017-18:	(\$ 2,806,000)	(\$ 114,000)	(\$ 20,000)	(\$ 2,940,000)
2018-19:	(\$ 2,890,000)	(\$ 117,000)	(\$ 21,000)	(\$ 3,028,000)

The Department of Revenue indicates the cost to implement LB 419 will be minimal.

We agree with the Department of Revenue's estimate of fiscal impact and cost.

IMPACT TO POLITICAL SUBDIVISIONS:

The impact to the Highway Allocation Fund is as follows:

FY2015-16: (\$ 6,000) FY2016-17: (\$ 19,000) FY2017-18: (\$ 20,000) FY2018-19: (\$ 21,000)

In addition, local sales and use tax revenue would be reduced by approximately \$300,000 for FY2015-16 and \$750,000 for FY2016-17.

ADMINISTRATIVE SERVICES-STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSES						
LB: 419 AM: AGENCY/POLT. SUB: City of Lincoln						
REVIEWED BY: Lyr	n Heaton		DATE: 2/13/2015	PHONE: 471-4181		
COMMENTS: No basis upon which to disagree.						

LB ⁽¹⁾ 419			FISCAL NOTE
State Agency OR Political Subdivision Name:	City of Lincoln		
Prepared by: (3) Sherry Wolf Drbal	Date Prepared: (4)1/	28/15 Phone: (5	402 441-8305
ESTIMATE PRO	VIDED BY STATE AGENCY (OR POLITICAL SUBDIVIS	ION
<u>]</u>	FY 2015-16	FY 201	6-17
EXPENDITUR	<u>REVENUE</u>	EXPENDITURES	REVENUE
GENERAL FUNDS	-37,000		-38,000
CASH FUNDS			
FEDERAL FUNDS			
OTHER FUNDS			
TOTAL FUNDS			-38,000
Explanation of Estimate:			
amounts were calculated find sales tax savings.	OWN BY MAJOR OBJECTS O		
Personal Services:			
POSITION TITLE	NUMBER OF POSITIONS <u>15-16</u> <u>16-17</u>	2015-16 EXPENDITURES	2016-17 EXPENDITURES
Benefits			
Operating			
Travel			
Capital outlay			
Aid			
Capital improvements			
TOTAL			-

LB 419 Fiscal Note 2015

State Agency Estimate							
State Agency Name: Department of Revenue Date Due LFA: 2/13/15							
Approved by: Len Sloup		Date Prepared:	2/13/2015		Phone: 471-5896		
	FY 2015	<u>5-2016</u>	FY 201	<u>6-2017</u>	FY 20	17-2018	
	Expenditures	Revenue	Expenditures	Revenue	Expenditures	Revenue	
General Funds		(\$1,102,000)		(\$2,724,000)		(\$2,806,000)	
Cash Funds		(\$36,000)		(\$110,000)		(\$114,000)	
Federal Funds							
Other Funds		(\$6,000)		(\$19,000)		(\$20,000)	
Total Funds		(\$1,144,000)		(\$2,853,000)		(\$2,940,000)	
	'						

LB 419 provides a sales tax exemption on any sale or purchase by any zoo or aquarium accredited by the Association of Zoos and Aquariums.

LB 419 is expected to reduce revenue to the following funds:

Fiscal Year	General Fund	State Highway Capital Improvement Fund	Highway Allocation Fund	Total
2015-16	\$1,102,000	\$ 36,000	\$ 6,000	\$1,144,000
2016-17	\$2,724,000	\$110,000	\$19,000	\$2,853,000
2017-18	\$2,806,000	\$114,000	\$20,000	\$2,940,000
2018-19	\$2,890,000	\$117,000	\$21,000	\$3,028,000

The Department's cost to implement the bill is expected to be minimal.

The operative date of LB 419 is January 1, 2016.

Major Objects of Expenditure							
Class Code	Classification Title	15-16 <u>FTE</u>	16-17 <u>FTE</u>	17-18 <u>FTE</u>	15-16 Expenditures	16-17 Expenditures	17-18 Expenditures
Travel							
Capital Outlay							
Aid							
	ts						
Total							