

FISCAL NOTE
 LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)				
	FY 2019-20		FY 2020-21	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS		\$2,616,000		\$3,723,000
CASH FUNDS		\$106,000		\$151,000
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS		\$2,722,000		\$3,874,000

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

LB 162 amends the Nebraska Revenue Act of 1967 to include the gross income received for body piercing, tattooing, tanning, and electrolysis hair-removal services in the definition of gross receipts for purposes of sales and use tax.

The bill is operative October 1, 2019.

Revenue:

The Department of Revenue estimates the following revenue to the State General Fund, the State Highway Capital Improvement Fund, and the Highway Allocation Fund:

Fiscal Year	General Fund	State Highway Capital Improvement Fund	Highway Allocation Fund	Total
2019-20	\$2,616,000	\$106,000	\$19,000	\$2,741,000
2020-21	\$3,723,000	\$151,000	\$27,000	\$3,901,000
2021-22	\$3,985,000	\$161,000	\$28,000	\$4,174,000

Based upon the data available, these estimates seem reasonable.

Expenditures:

The department estimates minimal costs to implement the bill.

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE			
LB: 162	AM:	AGENCY/POLT. SUB: Department of Revenue	
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COMMENTS: No basis to disagree with the Department of Revenue's assessment of fiscal impact.			

