Austin Ligenza December 23, 2021 (402)471-0050

LB 377

Revision: 01 FISCAL NOTE LEGISLATIVE FISCAL ANALYST ESTIMATE

Revised for 2022 session

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)							
	FY 2022	2-23	FY 2023-24				
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE			
GENERAL FUNDS							
CASH FUNDS							
FEDERAL FUNDS							
OTHER FUNDS							
TOTAL FUNDS							

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

LB 377 seeks to amend the definition of relatives as it relates to the collection of inheritance tax. LB 377 clarifies the definition of a spouse or former spouse of a decadent's relative to require they were married at the date of death of the decedent.

The Department of Revenue estimates no fiscal impact to the General Fund or to the Department as a result of LB 377. There is no basis to disagree with this estimate.

The Nebraska Association of County Officials estimates no fiscal impact to counties to implement LB 377. There is no basis to disagree with this estimate

The estimates provided are from the 2021 session.

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE

LB: 377	AM:	AGENCY/POLT. SUB: Department of Revenue				
REVIEWED BY:	Lee Will	DATE: 02/16/2021	PHONE: (402) 471-4175			
COMMENTS: Concur with the Department of Revenue's assessment of fiscal impact.						

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE						
LB: 377	AM:	AGENCY/POLT. SUB: Nebraska Ass	ociation of County Officials (NACO)			
REVIEWED BY:	Lee Will	DATE: 01/19/2021	PHONE: (402) 471-4175			
COMMENTS: Concur with NACO's assessment of minimal fiscal impact to further define the term "relatives" within the inheritance tax statutes.						

Fiscal Note 2021

State Agency Name: Department	t of Revenue			Ι	Date Due LFO:	
Approved by: Tony Fulton		Date Prepared:	2/11/2021	H	Phone: 471-5896	
	FY 202	1-2022	FY 2022-2023		FY 2023-2024	
	Expenditures	Revenue	Expenditures	Revenue	Expenditures	Revenue
General Funds		\$ 0		\$ 0		\$ 0
Cash Funds						
Federal Funds						
Other Funds						
Total Funds		\$ 0		\$ 0		\$ 0

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LB 377 amends Neb. Rev. Stat. § 77-2005.01 to add to the definition of "relatives of the decedent": relatives of a spouse or former spouse of the decedent's parent, grandparent, child, sibling, uncle, aunt, niece, or nephew, if the decedent's parent, grandparent, child, sibling, uncle, aunt, niece, or nephew was married to the spouse at the date of death of the decedent or at the date of death of such spouse.

The operative date for this bill is three months after adjournment.

LB 377 will result in reduction in each county's collected inheritance tax at an undeterminable amount.

It is estimated that there will be no cost to the Department to implement this bill.

Major Objects of Expenditure								
Class Code	Classification Title	21-22 <u>FTE</u>	22-23 <u>FTE</u>	23-24 <u>FTE</u>	21-22 <u>Expenditures</u>	22-23 <u>Expenditures</u>	23-24 <u>Expenditures</u>	
Benefits								
Operating Costs								
	Travel							
Capital Outlay								
Capital Improveme	Capital Improvements							
	Total							

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LB ⁽¹⁾ 377				FISCAL NOTE			
State Agency OR Political Subdivision Name: ⁽²⁾ Prepared by: ⁽³⁾ Elaine Menzel		Nebraska Association of County Officials (NACO)					
		Date Prepared: ⁽⁴⁾	Phone: ⁽⁵⁾	402.434.5660			
	ESTIMATE PROVI	DED BY STATE AGENC	Y OR POLITICAL SUBDIVIS	ION			
GENERAL FUNI CASH FUNDS FEDERAL FUNI OTHER FUNDS	EXPENDITURES	2021-22 <u>REVENUE</u>	<u>FY 2022-</u> <u>EXPENDITURES</u>	- <u>23</u> <u>REVENUE</u>			
TOTAL FUNDS							

Explanation of Estimate:

LB 377 would define various relatives of the decedent within the inheritance tax statutes. The fiscal impact of the bill would likely be negligible.

<u>BREAKD</u>	OWN BY MA.	IOR OBJECTS O	<u> DF EXPENDITURE</u>	
Personal Services:				
	NUMBER OF	F POSITIONS	2021-22	2022-23
POSITION TITLE	<u>21-22</u>	<u>22-23</u>	EXPENDITURES	<u>EXPENDITURES</u>
Benefits				
Operating				
Travel				
Capital outlay				
Aid				
Capital improvements				
TOTAL				