

FISCAL NOTE
LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)				
	FY 2023-24		FY 2024-25	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS		(\$300,000)		(\$464,000)
CASH FUNDS		(\$10,600)		(\$18,800)
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS		(\$310,600)		(\$482,800)

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

LB 300 seeks to make nonprofit organizations certified or contracted by a regional behavioral health authority or the Division of Behavioral Health of the Department of Health and Human Services to provide community-based mental health or substance use services exempt from sales and use taxes.

The Department of Revenue (DOR) estimates the following reductions to revenue as a result of this bill:

Fiscal Year	General Fund	State Highway Capital Improvement Fund	Highway Allocation Fund
FY23-24	\$300,000	\$10,600	\$1,900
FY24-25	\$464,000	\$18,800	\$3,300
FY25-26	\$477,000	\$19,300	\$3,400
FY26-27	\$492,000	\$19,900	\$3,500

There is estimated to be a revenue loss to the State Highway Capital Improvement Fund and the Highway Allocation Fund, which is distributed to cities and counties.

The DOR estimates minimal costs to implement the bill.

There is no basis to disagree with these estimates.

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE		
LB: 300	AM:	AGENCY/POLT. SUB: Department of Revenue
REVIEWED BY: Neil Sullivan	DATE: 2/7/2023	PHONE: (402) 471-4179
COMMENTS: The Department of Revenue assessment of fiscal impact from LB 300 appears reasonable.		

Please complete ALL (5) blanks in the first three lines.

2023

LB⁽¹⁾ 300

FISCAL NOTE

State Agency OR Political Subdivision Name: ⁽²⁾ Nebraska Department of Transportation

Prepared by: ⁽³⁾ Liza Alderman Date Prepared: ⁽⁴⁾ 2/7/23 Phone: ⁽⁵⁾ 402-479-4692

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	<u>FY 2023-24</u>		<u>FY 2024-25</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	_____	_____	_____	_____
CASH FUNDS	_____	(\$10,600)	_____	(\$18,800)
FEDERAL FUNDS	_____	_____	_____	_____
OTHER FUNDS	_____	(\$1,900)	_____	(\$3,300)
TOTAL FUNDS	=====	(\$12,500)	=====	(\$22,100)

Explanation of Estimate:

LB 300 proposes a sales and use tax exemption for any nonprofit organization certified or contracted by a regional behavioral health authority or the Division of Behavioral Health of the Department of Health and Human Services to provide community-based mental health or substance use services. The operative date of the bill is October 1, 2023.

Revenue to Build Nebraska Act Funds				
	FY2023/24	FY2024-25	FY2025-26	FY2026-27
State Highway Capital Improvement Fund	(\$10,600)	(\$18,800)	(\$19,300)	(\$19,900)
Highway Allocation Fund (cities and counties)	(\$1,900)	(\$3,300)	(\$3,400)	(\$3,500)

This estimate of decreased tax revenue is from the Nebraska Department of Revenue. The change in the sales tax base will minimally reduce revenues to the Build Nebraska Act Funds resulting in less available funding to the State Highway Capital Improvement Fund for NDOT and the Highway Allocation Fund for cities and counties.

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2023-24</u>	<u>2024-25</u>
	<u>23-24</u>	<u>24-25</u>	<u>EXPENDITURES</u>	<u>EXPENDITURES</u>
Benefits.....	_____	_____	_____	_____
Operating.....	_____	_____	_____	_____
Travel.....	_____	_____	_____	_____
Capital outlay.....	_____	_____	_____	_____
Aid.....	_____	_____	_____	_____
Capital improvements.....	_____	_____	_____	_____
TOTAL.....	=====	=====	=====	=====