

PREPARED BY: John Wiemer
 DATE PREPARED: August 05, 2024
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LB 33

Revision: 01

Revised per Response from the Dept. of Revenue

FISCAL NOTE

LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)				
	FY 2024-25		FY 2025-26	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS		(\$209,495,000)		(\$481,327,000)
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS		(\$209,495,000)		(\$481,327,000)

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

This fiscal note has been updated from the Department of Revenue’s (DOR) response based on additional data of the timing of the claiming of the property tax credits connected to this bill each fiscal year.

LB 33 would make changes to the school district property tax credits provided by the Property Tax Incentive Credit Act. For taxable year 2024, the credit percentage would be set so that the total amount of credits would be \$860,700,000. For taxable year 2025, the credit percentage would be set so that the total amount of credits would be \$1,160,700,000. For taxable years 2026 through 2028, the Department of Revenue would set the credit percentage so that the total amount of credits for such taxable years would be the maximum amount of credits allowed in the prior year increased by the allowable growth percentage.

The Department of Revenue (DOR) estimates the following decrease to General Fund revenues as a result of this bill:

- FY25: (\$209,495,000)
- FY26: (\$481,327,000)
- FY27: (\$526,326,000)
- FY28: (\$546,299,000)

The DOR estimates minimal costs to it as a result of this bill.

There is no basis to disagree with these estimates.

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE			
LB: 33	AM:	AGENCY/POLT. SUB: Department of Revenue	
REVIEWED BY: Neil Sullivan	DATE: 8/1/2024	PHONE: (402) 471-4179	
COMMENTS: The Department of Revenue assessment of fiscal impact from LB 33 appears reasonable.			

