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LB 76

Revision: 01

Updated for additional response

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	\$113,987	\$0	\$43,900	(\$1,503,000)
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	\$113,987	\$0	\$43,900	(\$1,503,000)

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

LB 76 contains the Employee Contributions Tax Incentive Act. The purpose of the act is to provide an income tax reduction for employed individuals on dues and assessments paid to labor organizations.

Under section 4, an individual may exclude any employee contribution beginning on or after January 1, 2025, to the extent such contribution is included in federal adjusted gross income.

The Department of Revenue estimates the provisions of LB 76 will require one-time programming charges and 1.0 additional FTE. These costs are estimated to be \$113,987 in FY25 and ongoing costs of \$43,900 beginning in FY26. These estimates appear to be reasonable.

The bill's provisions for income tax reductions are estimated to be \$1,503,000 in FY26 and \$1,356,000 beginning in FY27. There is no basis to disagree with these estimates.

