PREPARED BY: DATE PREPARED: PHONE: John Wiemer January 23, 2025 402-471-0051

LB 115

Revision: 00

FISCAL NOTE

LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)						
	FY 202	25-26	FY 2026-27			
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE		
GENERAL FUNDS	\$66,558	(\$2,008,000)		(\$2,068,000)		
CASH FUNDS						
FEDERAL FUNDS						
OTHER FUNDS						
TOTAL FUNDS	\$66,558	(\$2,008,000)		(\$2,068,000)		

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

LB 115 makes changes to the Volunteer Emergency Responders Incentive Act.

The bill changes the refundable income tax credit under the Act to \$1,000 from \$250. The bill also changes that qualifying for the credit can occur in any taxable year instead of beginning with the second taxable year in which the volunteer member earns at least 50 points.

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

- FY26: (\$2,008,000)
- FY27: (\$2,068,000)
- FY28: (\$2,130,000)
- FY29: (\$2,194,000)

The DOR estimates a one-time programming charge of \$66,558 to be paid to the Office of the Chief Information Officer (OCIO) for mainframe development as a result of this bill.

There is no basis to disagree with these estimates by the DOR.

ADI	MINISTRATIVE SERV	CES STATE BUDGET DIVISION: RE	VIEW OF AGENCY & POLT. SUB. RESPONSE	
LB: 115 AM: AGENCY/POLT. SUB: Department of Revenue				
REVIEWED	BY: Ryan Yang	DATE: 1/22/2025	PHONE: (402) 471-4178	
COMMENTS: The Department of Revenue assessment of fiscal impact from LB 115 appears reasonable.				

LB 115 Fiscal Note 2025

State Agency Estimate							
State Agency Name: Department of	of Revenue				Date Due LFO:		
Approved by: James R. Kamm		Date Prepared:		01/21/2025			
	FY 202:	FY 2025-2026 FY 2026-2027		<u>5-2027</u>	FY 2027-2028		
	Expenditures	Revenue	Expenditures	Revenue	Expenditures	Revenue	
General Funds	\$66,558	\$(2,008,000)		\$(2,068,000)		\$(2,130,000)	
Cash Funds							
Federal Funds							
Other Funds							
Total Funds	\$66,558	\$(2,008,000)		\$(2,068,000)		\$(2,130,000)	
Total Funds	\$66,558	\$(2,008,000)		\$(2,068,000)		\$(2,13	

LB 115 amends the Volunteer Emergency Responders Incentive Act (Act) to increase the \$250 refundable income tax credit to \$1,000 and change the criteria to qualify for the tax credit beginning the first year the volunteer earns the minimum 50 points instead of the second qualifying year.

It is estimated that LB 115 will have the following impact on the General Fund revenues:

Fiscal Year	General Fund revenues		
FY 2025-26	\$ (2,008,000)		
FY 2026-27	\$ (2,068,000)		
FY 2027-28	\$ (2,130,000)		
FY 2028-29	\$ (2,194,000)		

LB 115 will require a one-time programming charge of \$66,558 paid to the OCIO for mainframe development.

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

Major Objects of Expenditure							
Class Code	Classification Title	25-26 <u>FTE</u>	26-27 <u>FTE</u>	27-28 <u>FTE</u>	25-26 Expenditures	26-27 Expenditures	27-28 Expenditures
Benefits							
Operating Costs.				\$66,558			
Travel							
Total				\$66,558			