

FISCAL NOTE
 LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)					
EXPENDITURES	GENERAL	CASH	FEDERAL	REVOLVING	TOTAL
FY2025-2026	0	0	0	0	0
FY2026-2027	0	0	0	0	0
FY2027-2028	0	0	0	0	0
FY2028-2029	0	0	0	0	0
REVENUE	GENERAL	CASH	FEDERAL	REVOLVING	TOTAL
FY2025-2026	0	0	0	0	0
FY2026-2027	16,249,000	0	0	0	16,249,000
FY2027-2028	31,930,000	0	0	0	31,930,000
FY2028-2029	20,464,000	0	0	0	20,464,000

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

LB872 repeals sections 77-2715.08 and 77-2715.09 which provide for the special capital gains and extraordinary dividends elections in the Nebraska individual income tax. In tax year 2023 this would have impacted approximately 800 filers.

The Department of Revenue (DOR) estimates that the provisions of LB872 would have the following impacts on General Fund Revenues:

- FY2025-26 \$ 0
- FY2026-27 \$ 16,249,000
- FY2027-28 \$ 31,930,000
- FY2028-29 \$ 20,464,000

DOR also estimates that the provisions of LB872 can be implemented with minimal costs.

There is no basis to disagree with the Department’s estimates.

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

LB: 872 AM: AGENCY/POLT. SUB: Department of Revenue

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COMMENTS: The Department of Revenue assessment of fiscal impact from LB 872 appears reasonable.

