PREPARED BY: DATE PREPARED: PHONE: Doug Gibbs March 04, 2013 402-471-0051

LB 489

Revision: 00

FISCAL NOTE

LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT - STATE AGENCIES (See narrative for political subdivision estimates)							
	FY 2013-14		FY 2014-15				
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE			
GENERAL FUNDS							
CASH FUNDS							
FEDERAL FUNDS							
OTHER FUNDS							
TOTAL FUNDS							

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

LB 489 amends the Nebraska Revenue Act of 1967, regarding the sales tax rate.

The bill provides that after October 1, 2013 the sales tax rate shall be an unspecified amount.

The bill, as written, has no fiscal impact.

NOTE: Based on the Nebraska Forecasting Advisory Board estimate for FY13-14, one cent of sales tax yields revenue of approximately \$283 million.

LB 489 Fiscal Note 2013

State Agency Estimate							
State Agency Name: Department of	of Revenue				Date Due LFA:	03/04/2013	
Approved by: Douglas Ewald		Date Prepared:	02/26/2013		Phone: 471-5896		
	FY 2013-2014		FY 2014-2015		FY 2015-2016		
	Expenditures	Revenue	Expenditures	Revenue	Expenditures	Revenue	
General Funds	\$12,134	(see below)		(see below)		(see below)	
Cash Funds							
Federal Funds							
Other Funds							
Total Funds	\$12,134	(see below)		(see below)		(see below)	

LB 489 authorizes the imposition of an unspecified sales tax rate as of October 1, 2013.

For a .25% increase or decrease in the sales tax rate, the General Fund impact is estimated to be as follows:

Fiscal Year	General Fund Impact (Increase or Decrease)
FY 2013-14	\$ 45,807,000
FY 2014-15	\$ 71,299,000
FY 2015-16	\$ 74,427,000
FY 2016-17	\$ 77,683,000

LB 489 will require a one-time programming charge of \$12,134 paid to the OCIO for mainframe programming costs.

Major Objects of Expenditure							
Class Code	Classification Title	13-14 <u>FTE</u>	14-15 <u>FTE</u>	15-16 <u>FTE</u>	13-14 Expenditures	14-15 <u>Expenditures</u>	15-16 Expenditures
Benefits							
Operating Costs					\$12,134		
Capital Outlay							
Capital Improvements							
Total		•••••	•••••	•••••	\$12,134		