

PREPARED BY: Doug Gibbs
 DATE PREPARED: March 10, 2015
 PHONE: 402-471-0051

LB 466

Revision: 00

FISCAL NOTE

LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)				
	FY 2015-16		FY 2016-17	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS		(\$5,202,000)		(\$5,952,000)
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS		(\$5,202,000)		(\$5,952,000)

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

LB 466 amends Nebraska Revised Statutes Section 77-27,144, dealing with local option sales tax refunds.

The bill makes changes regarding the deductions for refunds made to municipalities to now include cities of the metropolitan and primary classes; and amends the threshold for when the Department of Revenue makes deductions from refunds over a one-year period. Deductions done in monthly installments would now also be required for any refund over \$1 million in addition to the current provision that applies to refunds that are 25% or more of the prior year's total city sales tax receipts.

The bill has an operative date of January 1, 2016.

The Department of Revenue estimates the following impact to the General Fund as a result of LB 466:

FY2015-16:	(\$ 5,202,000)
FY2016-17:	(\$ 5,952,000)
FY2017-18:	(\$ 781,000)
FY2018-19:	(\$ 835,000)

The Department of Revenue indicates that the cost to implement LB 466 will be minimal.

We have no basis to disagree with the Department of Revenue's estimate of fiscal impact and cost.

ADMINISTRATIVE SERVICES-STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSES		
LB: 466	AM:	AGENCY/POLT. SUB: Dept. of Revenue
REVIEWED BY: Lyn Heaton	DATE: 3/11/2015	PHONE: 471-4181
COMMENTS: No basis upon which to disagree with the Department of Revenue analysis.		

