

FISCAL NOTE
LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)				
	FY 2017-18		FY 2018-19	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS	\$50,910	\$24,077,000	\$0	\$58,879,000
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	\$50,910	\$24,077,000	\$0	\$58,879,000

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

LB 48 amends the Nebraska Revenue Act of 1967 Section 77-2716.

Section 77-2716 dealing with adjustments to federal adjusted gross income, is amended to provide that income shall be modified regarding the gain on real estate using the basis of the real estate in the hands of the decedent and not the stepped-up basis allowed under section 1014 or section 2032A of the IRS code.

The bill has an operative date of January 1, 2018.

The Department of Revenue estimates the following impact to the General Fund as a result of LB 48:

FY2017-18:	\$ 24,077,000
FY2018-19:	\$ 58,879,000
FY2019-20:	\$ 61,555,000
FY2020-21:	\$ 64,831,000

Cost to implement LB 48 include a one-time programming charge of \$50,910 paid to the Office of the CIO to add a line to Form 1040N, Schedule I, as well as to the NebFile online system.

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

