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LB 894

Revision: 00

FISCAL NOTE
 LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES *				
	FY 2008-09		FY 2009-10	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS		(450,000)		(450,000)
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS		(450,000)		(450,000)

*Does not include any impact on political subdivisions. See narrative for political subdivision estimates.

LB 894 increases the deductible amount for computing federal adjusted gross income for contributions to long-term care savings plans. Current statute allows for reductions of up to two thousand dollars per married filing jointly or one thousand dollars for any other return. LB 894 changes those amounts to five thousand dollars per married filing jointly or two thousand five hundred dollars for any other return.

The Department of Revenue estimates the General Fund revenue loss due to lower federal adjusted gross income to be \$450,000 per year. In absence of an operative date, it is assumed that the bill would have an operative date of no later than July 18, 2008 (ninety days after the Legislature adjourns Sine Die). There is no basis to disagree with this estimate.