

FISCAL NOTE
 LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)				
	FY 2019-20		FY 2020-21	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS				(\$9,183,000)
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS				(\$9,183,000)

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

LB 628 amends the Nebraska Revenue Act of 1967 to increase the earned income tax credit for qualified resident individuals. The bill provides the credit allowed is 10% of the federal credit for any tax years prior to January 1, 2020, 13% for tax year 2020, 17% for tax year 2021, and 20% for tax years beginning on or after tax year 2022.

Revenue:

The Department of Revenue estimates revenue to the General Fund as follows:

FY19-20	\$0
FY20-21	(\$9,183,000)
FY21-22	(\$21,652,000)
FY22-23	(\$31,255,000)

Expenditures:

The Department of Revenue estimates minimal cost to implement the bill.

There is no basis to disagree with these estimates.

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE			
LB: 628	AM:	AGENCY/POLT. SUB: Department of Revenue	
REVIEWED BY: Lee Will	DATE: 2/4/2019	PHONE: (402) 471-4175	
COMMENTS: Concur with the Department of Revenue's assessment of fiscal impact.			

