

**FISCAL NOTE**  
 LEGISLATIVE FISCAL ANALYST ESTIMATE

<b>ESTIMATE OF FISCAL IMPACT – STATE AGENCIES *</b>				
	<b>FY 2008-09</b>		<b>FY 2009-10</b>	
	<b>EXPENDITURES</b>	<b>REVENUE</b>	<b>EXPENDITURES</b>	<b>REVENUE</b>
GENERAL FUNDS		(116,000)		(199,300)
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
<b>TOTAL FUNDS</b>		<b>(116,000)</b>		<b>(199,300)</b>

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

LB 718 provides a Sales Tax exemption for certain nonprofit organizations whose primary activity is the promotion of the construction, remodeling, or rehabilitation of one-family or two-family dwellings for use by low-income families. The bill has an operative date of October 1, 2008.

The Nebraska Department of Revenue estimates that this exemption would result in the following General Fund revenue impact:

<u>Fiscal Year</u>	<u>Revenue</u>
2008-09	(116,000)
2009-10	(199,300)
2010-11	(225,200)
2011-12	(254,500)

**IMPACT ON POLITICAL SUBDIVISIONS:** It is estimated that the effect on local option sales and use tax returned to municipalities would be as follows:

<u>Fiscal Year</u>	<u>Revenue</u>
2008-09	(23,200)
2009-10	(39,860)
2010-11	(45,040)
2011-12	(50,900)