PREPARED BY: DATE PREPARED: PHONE: Keisha Patent January 28, 2019 402-471-0059

LB 288

Revision: 00

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	\$59,194					
CASH FUNDS						
FEDERAL FUNDS						
OTHER FUNDS						
TOTAL FUNDS	\$59,194					

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

LB 288 amends the income tax provisions of the Nebraska Revenue Act of 1967. The bill maintains the current brackets for tax years beginning on or after January 1, 2020, subject to current inflation provisions, but changes the rates to unspecified rates. The bill maintains current corporate income tax brackets but changes corporate income tax rates to unspecified rates for tax years beginning on or after January 1, 2020.

It is not possible to determine the fiscal impact of LB 288 because the tax rates are unspecified.

The Department of Revenue estimates a one-time programming charge of \$59,194 to OCIO for mainframe costs.

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE					
LB: 288	AM:	AGENCY/POLT. SUB: Department of Reve	enue		
REVIEWED BY:	Lee Will	DATE: 1/29/2019	PHONE: (402) 471-4175		
COMMENTS: Concur with the Department of Revenue's assessment of no fiscal impact.					

LB 288 Fiscal Note 2019

State Agency Estimate							
State Agency Name: Department	of Revenue				Date Due LFA:	1/29/19	
Approved by: Tony Fulton		Date Prepared:	1/28/19		Phone: 471-5896		
	FY 2019-2020		FY 2020-2021		FY 2021-2022		
	Expenditures	Revenue	Expenditures	Revenue	Expenditures	Revenue	
General Funds	\$59,194	Undeterminable		Undeterminable		Undeterminable	
Cash Funds							
Federal Funds							
Other Funds							
Total Funds	\$59,194	Undeterminable	•	Undeterminable		Undeterminable	
				4		1	

LB 288 authorizes the imposition of unspecified individual income tax rates for tax years beginning on or after January 1, 2020. The income tax brackets do not change under LB 288 and continue to be subject to the subsequent inflation provisions.

LB 288 also authorizes the imposition of unspecified corporation income tax rate for tax years beginning on or after January 1, 2020. The corporation income tax brackets do not change under LB 288.

The revenue gains or losses due to LB 288 are undeterminable due to the unspecified individual and corporation income tax rates.

Changing the individual and corporation income tax rate will require a one-time programming charge of \$59,194 paid to the OCIO for mainframe programing change.

Major Objects of Expenditure							
Class Code	Classification Title	19-20 <u>FTE</u>	20-21 <u>FTE</u>	21-22 <u>FTE</u>	19-20 <u>Expenditures</u>	20-21 Expenditures	21-22 Expenditures
Benefits							
Operating Costs.					\$59,194		
Travel							
Capital Outlay							
Capital Improvement	s						
					\$59,194		