

FISCAL NOTE
LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)				
	FY 2021-22		FY 2022-23	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS		(\$2,652,000)		(\$4,533,000)
CASH FUNDS		(\$94,000)		(\$183,000)
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS		(\$2,746,000)		(\$4,716,000)

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

LB 182 seeks to exclude income received from the “provision, installation, construction, servicing, or removal of property primarily used in conjunction with the furnishing, installing, or connecting of Internet access service.” This exclusion relates to the definition of gross receipts collected as sales and use tax.

LB 182 becomes operative October 1, 2021.

Revenue:

The Department of Revenue estimates that the gross receipts from services related to internet access currently generated approximately \$3.7 million in sales and use tax revenue as of 2017. The exclusion of this revenue would lead to the following impact to the various recipients of sales and use tax revenue, adjusting for growth:

FISCAL YEAR	GENERAL FUND	STATE HIGHWAY CAPITAL IMPROVEMENT FUND	HIGHWAY ALLOCATION FUND (CITIES AND COUNTIES)
2021-2022	(\$2,652,000)	(\$94,000)	(\$17,000)
2022-2023	(\$4,533,000)	(\$183,000)	(\$32,000)
2023-2024	(\$4,959,000)	(\$201,000)	(\$35,000)
2024-2025	(\$5,307,000)	(\$215,000)	(\$38,000)

There is no basis to disagree with these estimates.

Expenditures:

The Department of Revenue expects no costs to implement LB 182.

There is no basis to disagree with this estimate.

