

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		(\$19,416,000)		(\$14,555,000)
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS		(\$19,416,000)		(\$14,555,000)

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

LB 410 seeks to amend sections relating to calculation of federal adjusted gross income. Beginning in tax years on or after January 1, 2021, each individual that chose to itemize deductions for their federal return can reduce their federal adjusted gross income by the greater of either:

- The Nebraska standard deduction; or
- The sum of:
 - The federal itemized deductions of the individual, excluding any state or local income taxes included in the deductions; and
 - The total amount of state and local property taxes reported on their federal return, excluding any state and local property taxes included in the deductions.

LB 410 is expected to reduce the income tax liability for Nebraskan individuals. The Department of Revenue estimates the following revenue impact to the General Fund:

- FY21-22: (\$19,416,000)
- FY22-23: (\$14,555,000)
- FY23-24: (\$15,356,000)
- FY24-25: (\$16,200,000)

There is no basis to disagree with this estimate.

The Department of Revenue estimates minimal costs to implement LB 410. There is no basis to disagree with this estimate.

