

FISCAL NOTE
LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)				
	FY 2022-23		FY 2023-24	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS	(\$21,300,000)		(\$27,365,000)	
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	(\$21,300,000)		(\$27,365,000)	

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

LB 995 amends provisions related to the homestead exemption. LB 995 limits the total amount that can be reimbursed by the state for homestead exemptions to \$100 million. If the certified amount would exceed this, LB 995 requires the Tax Commissioner to proportionately reduce the reimbursement to each county such that the total equals \$100 million.

LB 995 is operative three months after adjournment.

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

FY22-23	(\$21,300,000)
FY23-24	(\$27,365,000)
FY24-25	(\$33,733,000)
FY25-26	(\$40,420,000)

Reductions in reimbursements from the General Fund will reduce amounts to political subdivisions that receive such reimbursements under Neb. Rev. Stat. sec. 77-3523. There is no basis to disagree with these estimates.

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE		
LB: 995	AM:	AGENCY/POLT. SUB: Department of Revenue
REVIEWED BY: Neil Sullivan	DATE: 2/22/2022	PHONE: (402) 471-4179
COMMENTS: The Department of Revenue assessment of fiscal impact from LB 995 appears reasonable.		

