

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				
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS				

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

LB 1209 amends provisions relating to sales and use taxes to allow buyer-based tax-exemptions on qualified materials for construction projects to be recognized and utilized by a purchasing agent hired by the construction contractor.

The Department of Revenue estimates the impact as follows:

	General Fund	State Highway Capital Improvement Fund	Highway Allocation Fund
FY22-23	(\$9,784,000)	(\$356,000)	(\$63,000)
FY23-24	(\$12,034,000)	(\$487,000)	(\$86,000)
FY24-25	(\$12,335,000)	(\$499,000)	(\$88,000)
FY25-26	(\$12,643,000)	(\$512,000)	(\$90,000)

There will be a revenue loss to the State Highway Capital Improvement Fund and the Highway Allocation Fund, which is distributed to cities and counties.

The department estimates minimal costs to implement the bill. There is no basis to disagree with these estimates.

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE		
LB: 1209	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 1209 appears reasonable.		

