

FISCAL NOTE
LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)

EXPENDITURES	GENERAL	CASH	FEDERAL	REVOLVING	TOTAL
FY2025-2026	0	0	0	0	0
FY2026-2027	0	0	0	0	0
FY2027-2028	0	0	0	0	0
FY2028-2029	0	0	0	0	0
REVENUE	GENERAL	CASH	FEDERAL	REVOLVING	TOTAL
FY2025-2026	0	0	0	0	0
FY2026-2027	0	(352,000)	0	0	(352,000)
FY2027-2028	0	(363,000)	0	0	(363,000)
FY2028-2029	0	(374,000)	0	0	(374,000)

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

LB 757 amends section 77-2704.28 to provide a sales and use tax exemption on the purchase of an aircraft for lease, including a lease from a subsidiary to the parent company, from a parent company to a subsidiary, from one subsidiary to another subsidiary of the same parent company, or between brother-sister companies if:

- The annual amount of the gross receipts derived from leasing the aircraft, including any amounts derived from leases to related parties, is equal to at least 7.5% of the net acquisition price for the aircraft, including the value of any trade or exchange and excluding any sales commission paid to a 3rd party; and
- Sales tax is collected and remitted on the lease payments.

The bill becomes operative October 1, 2026.

The Department of Revenue (DOR) estimates the following decrease to the Aeronautics Capital Improvement Fund as a result of the bill:

- FY27: (\$352,000)
- FY28: (\$363,000)
- FY29: (\$374,000)

The DOR estimates minimal costs to it 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: 757	AM:	AGENCY/POLT. SUB: Department of Revenue
REVIEWED BY: Ryan Yang	DATE: 1/16/2025	PHONE: (402) 471-4178
COMMENTS: The Department of Revenue assessment of negative fiscal impact from LB 757 appears reasonable.		

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE		
LB: 757	AM:	AGENCY/POLT. SUB: Nebraska Department of Transportation (NDOT)
REVIEWED BY: Ryan Yang	DATE: 1/16/2026	PHONE: (402) 471-4178
COMMENTS: The NDOT assessment of negative fiscal impact from LB 757 appears reasonable.		

Please complete **ALL** (5) blanks in the first three lines.

2026

LB⁽¹⁾ 757

FISCAL NOTE

State Agency OR Political Subdivision Name: ⁽²⁾

Nebraska Department of Transportation (NDOT)

Prepared by: ⁽³⁾ Lily Kathee

Date Prepared: ⁽⁴⁾ 1/14/2026

Phone: ⁽⁵⁾ 402-479-4635

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	<u>FY 2026-27</u>		<u>FY 2027-28</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	_____	_____	_____	_____
CASH FUNDS	_____	<u>(\$352,000)</u>	_____	<u>(\$363,000)</u>
FEDERAL FUNDS	_____	_____	_____	_____
OTHER FUNDS	_____	_____	_____	_____
TOTAL FUNDS	_____	<u>(\$352,000)</u>	_____	<u>(\$363,000)</u>

Explanation of Estimate:

As proposed, LB757 provides a sales and use tax exemption for aircraft purchased for the purpose of leasing between related companies if (a) the leasing gross receipt is equal to seven and five-tenths of the net acquisition price of the aircraft and (b) sales tax on the lease payments are collected and remitted. The bill will become operative on October 1, 2026, if enacted.

Revenue to Aeronautics Capital Improvement Fund			
	FY2026-2027	FY2027-2028	FY2028-2029
Aeronautics Capital Improvement Fund	<u>(\$352,000)</u>	<u>(\$363,000)</u>	<u>(\$374,000)</u>

This estimate of decreased tax revenue is from the Nebraska Department of Revenue. The decrease in revenue to the Aeronautics Capital Improvement Fund will result in a reduction in available funding for infrastructure improvements within the aviation system.

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>	<u>2026-27</u>	<u>2027-28</u>
	<u>26-27</u>	<u>27-28</u>	<u>EXPENDITURES</u>
Benefits.....	_____	_____	_____
Operating.....	_____	_____	_____
Travel.....	_____	_____	_____
Capital outlay.....	_____	_____	_____
Aid.....	_____	_____	_____
Capital improvements.....	_____	_____	_____
TOTAL.....	_____	_____	_____

State Agency Estimate

State Agency Name: Department of Revenue		Date Due LFO:			
Approved by: James R. Kamm	Date Prepared: 01/16/2026		Phone: 471-5896		
	FY 2026-2027	FY 2027-2028	FY 2028-2029		
	Expenditures	Revenue	Expenditures		
General Funds		\$ 0			\$ 0
Cash Funds		(\$352,000)			(\$363,000)
Federal Funds					
Other Funds					
Total Funds		(\$352,000)			(\$374,000)

LB 757 amends Neb. Rev. Stat. §77-2704.28 to provide a sales and use tax exemption for the purchase of aircraft to be leased between related companies if the annual amount of the gross receipts derived from leasing the aircraft, including any amounts derived from leases to related parties, is equal to at least 7.5% of the net acquisition price for the aircraft and sales tax is collected and remitted on those leases.

It is estimated that this bill will have the following fiscal impact:

Fiscal Year	Aeronautics Capital Improvement Fund
FY26-27	(\$352,000)
FY27-28	(\$363,000)
FY28-29	(\$374,000)

It is estimated that there will be minimal cost to the Department of Revenue to implement this bill.

The operative date for this bill is October 1, 2026.

Major Objects of Expenditure

Class Code	Classification Title	26-27 FTE	27-28 FTE	28-29 FTE	26-27 Expenditures	27-28 Expenditures	28-29 Expenditures
Benefits.....							
Operating Costs.....							
Travel.....							
Capital Outlay.....							
Capital Improvements.....							
Total.....							