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LB 234

Revision: 01

Updated for 2010 Session; includes amendments adopted to date.

FISCAL NOTE

LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES *				
	FY 2010-11		FY 2011-12	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS		(\$397,200)		(\$540,200)
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS		(\$397,200)		(\$540,200)

*Does not include any impact on political subdivisions. See narrative for political subdivision estimates.

LB 234 extends the definition of processing to include all use of grain drying equipment by a commercial facility. The current sales and use tax exemption for manufacturing, processing, and refining, where 50% or more of the energy purchased used for these purposes is tax exempt, will now include all grain drying operations under the new definition.

The Department of Revenue estimates the bill to have the following fiscal impact based on an assumed operative date of October 1, 2010:

FY2010-11:	(\$397,200)
FY2011-12:	(\$540,200)
FY2012-13:	(\$552,000)

The Department of Revenue estimates the cost to implement LB 234 to be minimal.

There is no basis to disagree with the Department of Revenue's estimate of fiscal impact,

IMPACT TO POLITICAL SUBDIVISIONS:

There may be some impact to political subdivisions that collect the local option sales tax but the impact is indeterminate.