

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	66,765	0	0	0	66,765
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	(806,000)	0	0	0	(806,000)
FY2027-2028	(1,978,000)	0	0	0	(1,978,000)
FY2028-2029	(2,065,000)	0	0	0	(2,065,000)

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

LB930 would amend Neb. Rev. Stat. § 77-2716 to provide eligible taxpayers the ability to reduce their Federal Adjusted Gross Income by the amount of retirement benefits received. Beginning January 1, 2027, a retired full-time firefighter or certified law enforcement officer would be able to reduce federal AGI by the amounts received in retirement benefits up to \$100,000 per year. A qualified retired individual must have been employed as full-time for at least 20 years, and must be at least 60 years old by the end of the tax year

The Department of Revenue (DOR) estimates that the provisions of LB930 would have the following impacts on General Fund Revenues:

- FY2026-27 \$ (806,000)
- FY2027-28 \$ (1,978,000)
- FY2028-29 \$ (2,065,000)

DOR also reports that the provisions of LB930 would require a one-time update to add a line to the Form 1040N, Schedule I, as well as changes to the NebFile system. The Department estimates that the OCIO would charge \$66,765 to make the necessary changes.

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE

LB: 930 AM: AGENCY/POLT. SUB: Department of Revenue

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COMMENTS: The Department of Revenue assessment of fiscal impact from LB 930 appears reasonable.

