

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	0	0	0	0
FY2027-2028	0	0	0	0	0
FY2028-2029	0	0	0	0	0

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

LB 837 provides for rounding in five cent increments for any person selling goods or services in a cash transaction, entering into any transaction that results in a payment or transfer of cash between the parties to the transaction, or paying cash wages to an employee as compensation.

This does not apply to any transaction for which payment is made by any demand or negotiable instrument, electronic fund transfer, check, gift card, money order, credit card, or other similar instrument or method.

The operative date is three months after the adjournment of the Legislature.

The Department of Revenue (DOR) estimates there will be minimal costs to it to implement the bill. There is no basis to disagree with this estimate.

TECHNICAL NOTE: The DOR notes that the rounding rules in the bill do not address the amount of consideration for sales tax purposes under section 77-2701.35.

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE		
LB: 837	AM:	AGENCY/POLT. SUB: Department of Revenue
REVIEWED BY: Ryan Walton	DATE: 1/25/2026	PHONE: (402) 471-4174
COMMENTS: The Department of Revenue's assessment of minimal fiscal impact from LB 837 appears reasonable.		

State Agency Estimate

State Agency Name: Department of Revenue		Date Due LFO:	
Approved by: James R. Kamm	Date Prepared: 01/22/2026	Phone: 471-5896	
	FY 2026-2027	FY 2027-2028	FY 2028-2029
	Expenditures	Revenue	Expenditures
General Funds		\$ 0	
Cash Funds			
Federal Funds			
Other Funds			
Total Funds		\$ 0	
			\$ 0

LB 837 enacts rounding rules for cash transactions. The bill provides that any person (a) selling goods or services in a cash transaction; (b) entering into any transaction that results in a payment or transfer of cash between the parties to the transaction; or (c) paying cash wages to an employee as compensation:

- a) Except as provided in (c), in any case in which the total transaction amount, including any taxes (amount), ends with one, two, six, or seven as the final digit of cents, may round down to the nearest number of cents divisible by five;
- b) In any case in which the amount, ends with three, four, eight, or nine as the final digit of cents, may round up to the nearest number of cents divisible by five; and
- c) If the amount totals one cent or two cents, shall round up the transaction amount to five cents.

The rounding rules do not apply to any transaction for which payment is made by any demand or negotiable instrument, electronic fund transfer, check, gift card, money order, credit card, or other similar instrument or method. The rounding rules do not address the amount of consideration for sale tax purposes under Neb. Rev. stat. § 77-2701.35.

It is estimated that there will be minimal costs to the Department to implement this bill.

The operative date for this bill is three months after adjournment of the Legislature.

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.....							