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LB 239

Revision: 00

FISCAL NOTE
 LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES *				
	FY 2009-10		FY 2010-11	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS	6,609,000		6,741,000	
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	6,609,000		6,741,000	

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

LB 239 would create a new homestead exemption for any veteran drawing compensation from the U.S. Department of Veterans Affairs because of a service-connected permanent disability resulting from active duty or active duty for training. The bill would also apply to the unmarried widow or widower of such a veteran.

The new homestead exemption percentage would be equal to the percentage of permanent disability as determined by the U.S. Department of Veterans Affairs. The same income test for eligibility and maximum home value constraints currently in statute would apply for qualified claimants.

This bill will increase General Fund expenditures for the Homestead Exemption Program, budget program 108. The Department of Revenue estimates, based on the number of veterans receiving service-connected compensation and the combined degree of disability (10% through 90%), that this bill will increase General Fund expenditures in each of the following fiscal years by approximately the following:

FY2009-10	\$6,609,000
FY2010-11	\$6,741,000
FY2011-12	\$6,876,000
FY2012-13	\$7,014,000

The cost to implement the bill would be minimal.

IMPACT ON POLITICAL SUBDIVISIONS:

LB 239 will not affect local political subdivisions since the state fully reimburses them for the homestead exemption program.