

PREPARED BY: Doug Gibbs
 DATE PREPARED: March 05, 2009
 PHONE: 471-0051

LB 336

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		(\$8,250,000)		(\$11,250,000)
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS		(\$8,250,000)		(\$11,250,000)

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

LB 336 would amend Nebraska sales and use tax statutes to exempt the sales and purchases of water supplied by a municipal water supplier from sales and use tax. The bill has an operative date of October 1, 2009.

The Department of Revenue estimates the following fiscal impact to the General Fund:

FY 2009-10: (\$ 8,250,000)
 FY2010-11: (\$11,250,000)
 FY2011-12: (\$11,500,000)
 FY2012-13: (\$11,750,000)

The Department of Revenue estimates the cost to implement LB 336 would be minimal.

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

IMPACT TO POLITICAL SUBDIVISIONS:

The Department of Revenue estimates the impact to local political subdivisions to be approximately (\$2,000,000).

The City of Omaha estimates the fiscal impact of LB 336 to the city's general fund to be approximately (\$680,000) in FY2010 and (\$748,000) in FY2011.

DEPARTMENT OF ADMINISTRATIVE SERVICES

REVIEWED BY	Lyn Heaton	DATE	3/11/09	PHONE	471-2526
COMMENTS					
CITY OF OMAHA – No basis upon which to disagree.					
COUNTIES – Concur. No fiscal impact.					