

PREPARED BY: Doug Gibbs  
 DATE PREPARED: February 02, 2010  
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**LB 733**

Revision: 00

# FISCAL NOTE

LEGISLATIVE FISCAL ANALYST ESTIMATE

| <b>ESTIMATE OF FISCAL IMPACT – STATE AGENCIES *</b> |                   |            |                   |            |
|---|-------------------|------------|-------------------|------------|
|   | <b>FY 2010-11</b> |            | <b>FY 2011-12</b> |            |
|   | EXPENDITURES      | REVENUE    | EXPENDITURES      | REVENUE    |
| GENERAL FUNDS                                       |                   | (\$26,000) |                   | (\$27,000) |
| CASH FUNDS  |                   |            |                   |            |
| FEDERAL FUNDS                                       |                   |            |                   |            |
| OTHER FUNDS   |                   |            |                   |            |
| <b>TOTAL FUNDS</b>                                  |                   | (\$26,000) |                   | (\$27,000) |

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

LB 733 amends Nebraska Revised Statutes Section 13-903 to add local public health departments to the definition of political subdivision and Section 77-2704.15 to add local public health departments to those political subdivisions that are exempt from sales and use taxes.

The Department of Revenue estimates the impact to General Fund revenue as follows:

|          |             |
|----------|-------------|
| FY10-11: | (\$ 26,000) |
| FY11-12: | (\$ 27,000) |
| FY12-13: | (\$ 27,000) |

The Department indicates there is no cost to implement LB 733.

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

Technical Note: Because of the requirements of Section 77-2701.03, this bill will require an October 1 operative date.

**IMPACT TO POLITICAL SUBDIVISIONS:**

The Department of Revenue estimates the local option sales tax will be reduced \$4,000 annually.

DEPARTMENT OF ADMINISTRATIVE SERVICES

|   |            |             |                |
|---|------------|-------------|----------------|
| REVIEWED BY   | Lyn Heaton | DATE 2/3/10 | PHONE 471-2526 |
| COMMENTS  |            |             |                |
| DEPARTMENT OF REVENUE: No basis upon which to disagree. |            |             |                |