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LB 442

Revision: 00

FISCAL NOTE
 LEGISLATIVE FISCAL ANALYST ESTIMATE

| ESTIMATE OF FISCAL IMPACT – STATE AGENCIES * | | | | |
|---|---------------------|------------------|---------------------|------------------|
| | FY 2007-08 | | FY 2008-09 | |
| | EXPENDITURES | REVENUE | EXPENDITURES | REVENUE |
| GENERAL FUNDS | | (161,000) | | (281,000) |
| CASH FUNDS | | | | |
| FEDERAL FUNDS | | | | |
| OTHER FUNDS | | | | |
| TOTAL FUNDS | | (161,000) | | (281,000) |

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

LB 442 amends the definition of animal life in section 77-2704.46 to include pheasants, quail, and partridge as products which ordinarily constitute food for human consumption. This change would exempt the sale of such game birds from state sales and use tax. This bill would also effectively exempt frozen birds and feed for the live birds. The bill has an operative date of October 1, 2007.

The Department of Revenue estimates the following revenue impact:

| <u>Fiscal Year</u> | <u>Revenue</u> |
|--------------------|----------------|
| 2007-08 | (161,000) |
| 2008-09 | (281,000) |
| 2009-10 | (288,000) |
| 2010-11 | (295,000) |

IMPACT ON POLITICAL SUBDIVISIONS: The amount of sales and use tax returned to municipalities would decrease by an estimated \$37,000, \$64,000, \$65,000, and \$67,000 in FY08 through FY11, respectively.