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 DATE PREPARED: February 06, 2024  
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**LB 1182**

Revision: 00

**FISCAL NOTE**  
 LEGISLATIVE FISCAL ANALYST ESTIMATE

<b>ESTIMATE OF FISCAL IMPACT – STATE AGENCIES</b> (See narrative for political subdivision estimates)				
	<b>FY 2024-25</b>		<b>FY 2025-26</b>	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS				(\$29,320,000)
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS				(\$29,320,000)

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

LB 1182 would change the refundable income tax credit on earned income. The bill would change the credit from 10% to 20% of the federal credit allowed beginning taxable years on or after January 1, 2025.

The Department of Revenue (DOR) estimates the following decrease to General Fund revenues as a result of the bill:

- FY 25-26: (\$29,320,000)
- FY 26-27: (\$29,379,000)
- FY 27-28: (\$29,438,000)

The DOR estimates minimal costs to it to implement the bill.

There is no basis to disagree with these estimates.

<b>ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY &amp; POLT. SUB. RESPONSE</b>			
LB: 1182	AM:	AGENCY/POLT. SUB: Department of Revenue	
REVIEWED BY: Neil Sullivan	DATE: 2/6/2024	PHONE: (402) 471-4179	
COMMENTS: The Department of Revenue assessment of fiscal impact from LB 1182 appears reasonable.			

