

PREPARED BY: John Wiemer  
 DATE PREPARED: February 20, 2024  
 PHONE: 402-471-0051

**LB 1279**

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	\$156,999	\$3,873,000,000		\$2,590,000,000
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
<b>TOTAL FUNDS</b>	\$156,999	\$3,873,000,000		\$2,590,000,000

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

LB 1279 would make changes so that for taxable years beginning on or after January 1, 2024 federal adjusted gross income or, for corporations and fiduciaries, federal taxable income would be increased by an amount equal to 12% of the unrealized capital gains of a corporation, fiduciary, or individual in a taxable year.

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

- FY 24-25: \$3,873,000,000
- FY 25-26: \$2,590,000,000
- FY 26-27: \$2,430,000,000

The DOR estimates a need for a one-time programming charge of \$156,999 to be paid to the Office of the Chief Information Officer (OCIO) for mainframe and web development.

There is no basis to disagree with these estimates by the DOR.

<b>ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY &amp; POLT. SUB. RESPONSE</b>		
LB: 1279	AM:	AGENCY/POLT. SUB: Department of Revenue
REVIEWED BY: Neil Sullivan	DATE: 2/20/2024	PHONE: (402) 471-4179
COMMENTS: No basis to disagree with the Department of Revenue assessment of fiscal impact from LB 1279.		

