

PREPARED BY: Doug Gibbs
 DATE PREPARED: January 24, 2011
 PHONE: 471-0051

LB 106

Revision: 00

FISCAL NOTE
 LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES *				
	FY 2011-12		FY 2012-13	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS				
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS				

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

LB 106 would create the County Option Sales Tax Act and authorize a county sales tax to be used, in addition to those activities currently authorized, for capital improvements for public safety services and transportation infrastructure projects.

Public safety services is defined to include crime prevention, offender detention, and firefighter, police, medical, ambulance, or other emergency services.

Transportation infrastructure projects are defined as construction, maintenance, operation, and improvement of collector roads, arterial roads, rural collector roads, and local roads.

Proceeds from the sales tax imposed by LB 106 may only be used for the purposes specified above.

In addition, each county that imposes a sales tax under the provisions of LB 106 is required to develop a one-year plan and a long-range three-year plan of proposed capital improvements for public safety services and transportation infrastructure projects. The plans are to be reviewed annually by March 1. The bill also requires a public hearing with public comment on the proposed plans. Within sixty days of adoption, the county board is to determine whether the plans are consistent with the county's long-range capital improvement plans and shall resolve any inconsistency.

The bill amends various sections of statute pertaining to the refund of sales tax under the business incentive laws, such as the Nebraska Advantage Act, to include the sales taxes collected under the County Option Sales Tax Act.

The Tax Commissioner is responsible for administration of the tax.

There appears to be no fiscal impact to the state as a result of LB 106.

The Department of Revenue estimates minimal costs to administer the bill.

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

DEPARTMENT OF ADMINISTRATIVE SERVICES

REVIEWED BY	Lyn Heaton	DATE	1/26/11	PHONE	471-2526
COMMENTS					
DEPT. OF REVENUE – No basis upon which to disagree.					
ASSOC. OF COUNTY OFFICIALS – The fiscal impact on counties is indeterminate.					