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LB 1097

Revision: 01

Revised due to error in original fiscal note

FISCAL NOTE
 LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES *				
	FY 2012-13		FY 2013-14	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS		(\$ 426,000)		(\$711,137)
CASH FUNDS				(\$ 28,783)
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS		(\$ 426,000)		(\$ 739,920)

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

LB 1097 amends Nebraska Revised Statute Section 77-2704.12, dealing with sales and use taxes exemptions.

The bill would provide a sales and use taxes exemption for a nonprofit mental health center licensed under the Health Care Facility Licensure Act.

Section 71-423 defines a mental health center to mean a facility where shelter, food, and counseling, diagnosis, treatment, care, or related services are provided for a period of more than twenty-four consecutive hours to persons residing at such facility who have a mental disease, disorder, or disability.

The bill has an operative date of October 1, 2012.

The Department of Revenue indicates, based on data obtained from the Department of Health and Human Services, that there are 743 beds that reside in nonprofit mental health centers. Annual sales and use taxes per bed on general office expenses and assets, is approximately \$1,000. Based on this information the Department of Revenue estimates the fiscal impact as follows:

Fiscal Year:	General Fund:	State Highway Capital Improvement Fund:
FY2012-13:	(\$ 426,000)	\$ 0
FY2013-14:	(\$ 711,137)	(\$ 28,783)
FY2014-15:	(\$ 725,455)	(\$ 29,363)

The Department indicates no costs to implement the provisions of LB 1097.

We agree with the Department of Revenue's estimate of fiscal impact and cost.

IMPACT TO POLITICAL SUBDIVISIONS:

We estimate the following impact to the Highway Allocation Fund:

FY2012-13:	\$ 0
FY2013-14:	(\$ 5,080)
FY2014-15:	(\$ 5,182)