

PREPARED BY: Doug Gibbs
 DATE PREPARED: March 28, 2011
 PHONE: 402-471-0051

LB 561

Revision: 01

FISCAL NOTE

LEGISLATIVE FISCAL ANALYST ESTIMATE

Note revised because of new information.

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 561 amends Nebraska Revised Statute Section 77-2701.02 to change the sales tax rate to an unspecified rate on October 1, 2011.

As the rate is not specified, LB 561 as written has no fiscal impact.

As a point of information, the Department of Revenue has provided the following estimate if the sales tax rate were to be increased (or decreased) by a half cent:

	<u>General Fund:</u>	<u>Highway Trust Fund:</u>	<u>Total:</u>
FY2011-12:	\$ 86,338,000	\$ 11,049,000	\$ 97,386,000
FY2012-13:	\$ 133,867,000	\$ 16,997,000	\$ 150,863,000
FY2013-14:	\$ 139,047,000	\$ 17,421,000	\$ 156,468,000
FY2014-15:	\$ 144,362,000	\$ 17,845,000	\$ 162,207,000

The cost to the Department of Revenue to implement LB 561, if a rate was specified, would include \$12,000 for programming.

If an amendment to LB 561 was adopted that specified a rate, the resultant fiscal note would include in addition to the information shown above, a modification for the timing of refunds under the incentive acts.