PREPARED BY: DATE PREPARED: PHONE: Douglas Gibbs February 12, 2018 402-471-0051

LB 966

Revision: 00

FISCAL NOTE LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)

FY 2018-19
EXPENDITURES REVENUE EXPENDITURES REVENUE

GENERAL FUNDS
CASH FUNDS
OTHER FUNDS
TOTAL FUNDS

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

LB 966 amends Nebraska Revised Statutes Section 77-2704.51 to provide a sales tax exemption for dark fiber between telecommunications companies.

Section 86-574 defines "dark fiber" as any unused fiber optic cable through which no light is transmitted or any installed fiber optic cable not carrying a signal.

LB 966 has an operative date of October 1, 2018.

The Department of Revenue estimates a negative, but minimal fiscal impact to the General Fund.

The Department of Revenue also indicates that there will be minimal costs to implement the provisions of LB 966.

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

LB 966 Fiscal Note 2018

State Agency Estimate											
State Agency Name: Department of			Date Due LFA:	2/13/2018							
Approved by: Tony Fulton		Date Prepared:	2/12/2018		Phone: 471-5896						
	FY 2018-2019		FY 2019-2020		FY 2020-2021						
	Expenditures	Revenue	Expenditures	Revenue	Expenditures	Revenue					
General Funds		Minimal		Minimal		Minimal					
Cash Funds											
Federal Funds											
Other Funds					-						
Total Funds		Minimal		Minimal		Minimal					

LB 966 exempts dark fiber from sales and use taxes when the transaction is between telecommunications companies. Dark fiber is defined pursuant to Neb. Rev. Stat. § 86-574 as "any unused fiber optic cable through which no light is transmitted or any installed fiber optic cable not carrying a signal."

The bill's operative date is October 1, 2018.

The Department estimates a negative, but minimal impact to General Fund revenues.

It is estimated that there will be minimal costs to the Department to implement this bill.

Major Objects of Expenditure										
Class Code	Classification Title	18-19 <u>FTE</u>	19-20 <u>FTE</u>	20-21 <u>FTE</u>	18-19 Expenditures	19-20 Expenditures	20-21 Expenditures			
Benefits										
Operating Costs.										
Travel										
Capital Improvemen	its									
Total										