

7/11/11

PREPARED BY: Doug Gibbs
DATE PREPARED: February 09, 2011
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LB 483

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		See Below		See Below
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS		See Below		See Below

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

LB 483 amends Nebraska Revised Statutes Section 77-2734.07, regarding net operating losses for income tax purposes.

The bill would increase the carryforward period for net operating losses from the current five years to ten years, beginning in tax year 2010.

The Department of Revenue indicates the impact of LB 483 on corporate income tax receipts will not begin until FY2015-16. Based on a sample of corporate net operating losses, the General Fund revenue impact of this bill, when fully effective, is expected to be a reduction in revenue of \$38 million to \$40 million annually.

Costs to administer the bill are estimated to be minimal.

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

DEPARTMENT OF ADMINISTRATIVE SERVICES

REVIEWED BY	Lyn Heaton	DATE	2/10/11	PHONE	471-2526
COMMENTS					
DEPARTMENT OF REVENUE: The agency analysis appears reasonable.					

