Doug Gibbs February 01, 2012 402-471-0051 **LB 749**

Revision: 01

FISCAL NOTE

LEGISLATIVE FISCAL ANALYST ESTIMATE

Revised to correct error

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES *						
	FY 2012-13 FY 2013-14					
_	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE		
GENERAL FUNDS		(\$ 617,000)		(\$ 812,000)		
CASH FUNDS				(\$ 33,000)		
FEDERAL FUNDS						
OTHER FUNDS						
TOTAL FUNDS		(\$ 617,000)		(\$ 845,000)		

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

LB 749 would amend Nebraska Revised Statutes Section 77-2701.16 dealing with taxation to exempt indoor tanning services from sales and use tax. The bill has an operative date of October 1, 2012.

The Department of Revenue estimates the following fiscal impact:

		State Highway
Fiscal	General	Capital Improvement
Year:	Fund:	Fund:
FY2012-13:	(\$ 617,000)	\$ 0
FY2013-14:	(\$ 812,000)	(\$ 33,000)
FY2014-15:	(\$ 841,000)	(\$ 34,000)

The Department indicates the cost to implement LB 749 to be minimal.

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

IMPACT TO POLITICAL SUBDIVISIONS:

The Department of Revenue estimates the following fiscal impact to the Highway Allocation Fund:

FY2012-13:

\$ 0

FY2013-14:

(\$6,000)

FY2014-15:

(\$6,000)

DEPARTMENT	OF ADMINIST	RATIVE SERVICES

	REVIEWED BY	Lvn Heaton	DATE 1/31/12	PHONE 471-2526
COMMENT				
DEPARTM	ENT OF REVENUE: No b	asis upon which to disagree.		

Fiscal Note

2012

		State Agency	Estimate ISLA	Tn.		
State Agency Name: Department	of Revenue			FISCA	Date Due LFA:	1/13/2012
Approved by: Douglas Ewald		Date Prepared:	1/11/2012	-re	Phone: 471-5700	
	FY 2012	2-2013	FY 201	3-2014	FY 20	14-2015
	Expenditures	Revenue	Expenditures	Revenue	Expenditures	Revenue
General Funds		(\$617,000)		(\$812,000)		(\$841,000)
Cash Funds		-		(\$39,000)		(\$40,000)
Federal Funds						
Other Funds						
Total Funds		(\$617,000)		(\$851,000)		(\$881,000)

LB 749 would exempt indoor tanning services from sales and use tax.

The bill would affect revenue to the funds below by the following amounts:

Fiscal Year	General Fund	State Highway Capital Improvement Fund	Highway Allocation Fund
2012-13	(\$617,000)	\$0	\$0
2013-14	(\$812,000)	(\$33,000)	(\$6,000)
2014-15	(\$841,000)	(\$34,000)	(\$6,000)

The operative date of the bill is October 1, 2012.

Departmental cost to implement LB 749 is expected to be minimal.

	Maj	or Objects of E	Expendit	ure			
Class Code	Classification Title	12-13 <u>FTE</u>	13-14 <u>FTE</u>	14-15 <u>FTE</u>	12-13 Expenditures	13-14 Expenditures	14-15 Expenditures
					L		
roval							
Capital Outlay							
otal	•••••	•••••		•••••			