

FISCAL NOTE
LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)				
	FY 2019-20		FY 2020-21	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS	\$102,831			(\$2,375,000)
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS				

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

LB 84 amends the Revenue Act of 1967 to provide a deduction to federal adjusted gross income, or for corporations and fiduciaries, federal taxable income, equal to 65% of wages paid by the taxpayer to an individual convicted of a felony. The deduction is available for wages paid in the first year of employment and cannot exceed \$20,000 per individual. The deduction is available for tax years beginning on or after January 1, 2020.

Revenue:

The Department of Revenue estimates revenue to the General Fund as follows:

- FY19-20 \$0
- FY20-21 (\$2,375,000)
- FY21-22 (\$2,390,000)
- FY22-23 (\$2,406,000)

Expenditures:

The Department of Revenue estimates LB 84 will require a one-time programming charge of \$102,831 to OCIO to add a line to Forms 1040N, 1120N, and 1041N.

