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# LB 206

Revision: 00

## FISCAL NOTE

LEGISLATIVE FISCAL ANALYST ESTIMATE

<b>ESTIMATE OF FISCAL IMPACT – STATE AGENCIES</b> (See narrative for political subdivision estimates)				
	<b>FY 2023-24</b>		<b>FY 2024-25</b>	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS	\$29,600		\$25,800	
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
<b>TOTAL FUNDS</b>	<b>\$29,600</b>		<b>\$25,800</b>	

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

LB 206 allows a partnership to elect to file an amended Nebraska income tax return as if the partnership were an individual. The tax would be at the top individual tax rate.

Partners are not required to file amended Nebraska income tax returns when the election is made and the taxes paid by the partnership. Partners are also not required to pay Nebraska income tax, penalties, or interest arising as a result of the amended return and the basis, and other tax items in the hands of the partners, will be determined as if the election had not been made and in a similar manner as set forth for federal income tax purposes.

LB 206 carries an emergency clause.

The Department of Revenue (DOR) estimates LB 206 will have minimal impact on General Fund revenues. In addition, the DOR estimates that LB 206 will require an additional 0.5 FTE of Revenue Operations Clerk II to process the amended returns as a result of passing this bill. There is no basis to disagree with these estimates.

<b>ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY &amp; POLT. SUB. RESPONSE</b>		
LB: 206	AM:	AGENCY/POLT. SUB: Department of Revenue
REVIEWED BY: Neil Sullivan	DATE: 1/23/2023	PHONE: (402) 471-4179
COMMENTS: The Department of Revenue assessment of fiscal impact from LB 206 appears reasonable.		

