

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	\$22,516		\$22,966				
CASH FUNDS							
FEDERAL FUNDS							
OTHER FUNDS							
TOTAL FUNDS	\$22,516		\$22,966				

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

LB 323 amends the Nebraska Advantage Act to change application procedures regarding the refund of local option sales and use tax.

The bill provides that upon receipt of a completed application for a Nebraska Advantage project, the Tax Commissioner shall notify any city, village, or county that may be impacted by the granting of a local option sales and use tax refund. The city, village, or county shall then respond within thirty days and indicate if they will refund the local option sales and use tax paid by the Nebraska Advantage Act applicant if the application is approved.

It appears that the language of the bill gives the city, village, or county the ability to opt out by project. In other words, it is not a blanket opt out; a city could decide to not refund the local option sales and use tax for one project while deciding to refund those taxes for another project.

The Department of Revenue indicated there is no fiscal impact to the General Fund as a result of LB 323.

The Department estimates the cost to implement LB 323 includes 0.5 FTE for a Fiscal Compliance Analyst.

We agree with the Department's estimate of fiscal impact to the General Fund and cost to implement LB 323.

DEPARTMENT OF ADMINISTRATIVE SERVICES

REVIEWED BY Lyn Heaton DATE 2/15/11 PHONE 471-2526

COMMENTS

DEPARTMENT OF ECONOMIC DEVELOPMENT: Concur. No fiscal impact to the Department of Economic Development. DEPARTMENT OF REVENUE: It is assumed the cost to implement the bill, if any, would be General Funds.

Date: 1/26/2011

FISCAL NOTE

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LB323

Department of Economic Development

Prepared By	Young, Joseph
Date Prepared	1/25/2011
Prepared Phone	402-471-3783

Estimate Provided By State Agency or Political Subdivision

	FY 2011-2012		FY 2012-2013		
	Expenditures	Revenue	Expenditures	Revenue	
General Funds					
Cash Funds					
Federal Funds					
Other Funds					
Total Funds	0	0	0	0	

Explanation of Estimate:

NO FISCAL IMPACT

Major Objects of Expenditure

		ajor Objects of Experient		=1400100010	
	Number of Positions		FY 2011-2012	FY 2012-2013	
Position Title	FY 2011-2012	FY 2012-2013	Expenditures	Expenditures	
		Benefits			
		Operating			
		Travel			
		Capital outlay			
		Aid			
		Capital improvements			
		Total	0	•	

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LB 323

Fiscal Note 2011 LEGIST ATIVE FISCA State Agency Estimate State Agency Name: Department of Revenue 1/25/2011 Date Due LFA: Approved by: Douglas Ewald Date Prepared: 1/20/2011 Phone: 471-5700 FY 2013-2014
Expenditures Re FY 2011-2012 FY 2012-2013 Expenditures Revenue Expenditures Revenue Revenue General Funds Cash Funds Federal Funds Other Funds Total Funds \$22,516 \$22,966 \$23,425

LB 323 requires the Tax Commissioner to notify any city, village, or county that is impacted by a Nebraska Advantage project local option sales tax refund. The subdivision then has thirty days to respond to the Tax Commissioner if the subdivision will refund the local option sales tax to the applicant.

There is no General Fund impact associated with LB 323. Departmental cost to implement the bill includes a 0.5 FTE Fiscal Compliance Analyst to accommodate additional notification and tracking needs.

Major Objects of Expenditure							
Class Code A21211	Classification Title Fiscal Compliance Analyst	11-12 FTE 0.5	12-13 FTE 0.5	13-14 FTE 0.5	11-12 Expenditures \$16,929	12-13 Expenditures \$17,268	13-14 Expenditures \$17,613
					\$5,587	\$5,698	\$5,812
Capital Outlay							
				_	\$22,516	\$22.966	\$23,425