Doug Gibbs January 31, 2012 402-471-0051 **LB 962**

Revision: 00

FISCAL NOTE

LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT STATE AGENCIES *						
	FY 201:	2-13	FY 20)13-14		
_	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE		
GENERAL FUNDS						
CASH FUNDS						
FEDERAL FUNDS		-				
OTHER FUNDS						
TOTAL FUNDS						

LB 962 amends Nebraska Revised Statutes Sections 77-382 and 77-2715.01, dealing with revenue and taxation.

Section 77-382 deals with the tax expenditure report prepared by the Department of Revenue. The bill changes reporting requirements to specify categories and listings under each category and that the report is to include tax expenditures created after the effective date of LB 962.

Section 77-2715.01 is amended to name the committee described in this section the Tax Rate Review Committee and requires the Committee to prepare an annual report of its determinations and submit the report electronically to the Legislature. The Committee is also required to append a copy of the tax expenditure report to their annual report. The bill does not indicate a due date for submitting the annual report and appended tax expenditure report.

Current statute requires the tax expenditure report to be issued on October 15 of even-numbered years.

There appears to be no fiscal impact to revenue as a result of LB 962.

The Department of Revenue indicates the cost to implement LB 962 to be minimal.

We agree with the Department's estimate of cost,

DEPARTMENT OF ADMINISTRATIVE SERVICES

RE	VIEWED BY	Lyn Heaton	2/2/12	PHONE 471-2526
COMMENTS				
DEPT. OF REVEN	IUE – Concur. No fis	cal impact.		

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

2012

	of Revenue	State Age	ncy Estimate				
State Agency Name: Department of	of Revenue	FISCAL			Date Due LFA:		
Approved by: Douglas Ewald	Date Prepared:			Phone: 471-5700			
	FY 2012-2013		FY 2013	3-2014	FY 2014-2015		
	<u>Expenditures</u>	Revenue	<u>Expenditures</u>	Revenue	Expenditures	Revenue	
General Funds					1		
Cash Funds							
Federal Funds							
Other Funds							
Total Funds							

LB 962 designates the committee in section 77-2715.01 as the Tax Rate Review Committee, and requires the committee to prepare an annual report and electronically submit its findings to the Legislature with the tax expenditure report required under section 77-382. The bill also amends reporting requirements under the tax expenditure report to include expenditures relating to sales and use tax, divided into the enumerated categories and subcategories, including recent sales tax expenditures created by statute or rule and regulation after the effective date of LB 962.

There is no revenue impact associated with this bill, and departmental cost to implement the bill is expected to be minimal.

	Maj	or Objects of I	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
Benefits							
Operating Costs							
Travel							
Capital Outlay							
Aid.					~		
Capital Improvements							
Fotal			• • • • • • • • • • • • • • • • • • • •				