PREPARED BY: DATE PREPARED: PHONE: Doug Gibbs January 20, 2016 402-471-0051

LB 689

Revision: 00

FISCAL NOTE

LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT - STATE AGENCIES (See narrative for political subdivision estimates)							
	FY 201	16-17	FY 2017-18				
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE			
GENERAL FUNDS		See Below		See Below			
CASH FUNDS							
FEDERAL FUNDS							
OTHER FUNDS							
TOTAL FUNDS		See Below		See Below			

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

LB 689 would amend the Nebraska Revenue Act of 1967 Section 77-2704.10 to remove the sales and use tax exemption for prepared food and food ingredients sold at a political event by ballot question committees, candidate committees, independent committees, and political party committees. It also removes the exemption for fees and admissions charged for such political events.

The Department of Revenue estimates that the fiscal impact of LB 689 will be minimally positive to the General Fund.

Cost to implement is also expected to be minimal.

There is no basis to disagree with the Department of Revenue's estimate of fiscal impact and cost.

LB 689 Fiscal Note 2016

State Agency Estimate								
State Agency Name: Department of	Revenue				Date Due LFA:	1/20/2016		
Approved by: Tony Fulton		Date Prepared:	1/12/2016		Phone: 471-5896			
	FY 2016-2017		FY 2017-2018		FY 2018-2019			
	Expenditures	Revenue	Expenditures	Revenue	Expenditures	Revenue		
General Funds		See below		See below		See below		
Cash Funds								
Federal Funds								
Other Funds								
Total Funds		See below		See below		See below		

LB 689 amends Neb. Rev. Stat. § 77-2704.10 to eliminate a sales and use tax exemption on prepared food and food ingredients sold at political events and committees, including any fees charged for the political event. If enacted, LB 689 would become operative on October 1, 2016.

Departmental cost to implement LB 689 is expected to be minimal.

LB 689 is expected to have a small but positive impact on the General Fund.

Major Objects of Expenditure								
Class Code	Classification Title	16-17 <u>FTE</u>	17-18 <u>FTE</u>	18-19 <u>FTE</u>	16-17 <u>Expenditures</u>	17-18 Expenditures	18-19 <u>Expenditures</u>	
Operating Costs.								
Travel								
Capital Outlay.								
Aid								
	ts							