PREPARED BY: DATE PREPARED: PHONE: Keisha Patent February 03, 2020 402-471-0059

LB 1046

Revision: 00

FISCAL NOTE

LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)								
	FY 202	20-21	FY 2021-22					
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE				
GENERAL FUNDS								
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 1046 amends provisions related to occupation taxes levied by municipalities or counties to place a cap on occupation taxes, taken together with any other tax, fee, or assessment, on community antenna television service of not more than 3% of gross receipts. Community antenna television service is defined as cable service defined in 47 U.S.C. 522, as it existed on January 1, 2020.

This bill is not estimated to have a fiscal impact to the state. The Department of Revenue estimates no impact to the General Fund and no cost to implement the bill.

There will be a cost to counties or municipalities that have an occupation tax, taken together with any other tax, fee, or assessment, in excess of 3% of gross receipts. The City of Omaha estimates revenue loss of \$2,500,000 per fiscal year, and the City of Lincoln estimates revenue loss of \$1,200,000 per fiscal year. There is no basis to disagree with these estimates.

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE							
LB: 1046	AM:	AGENCY/POLT. SUB: City of Lincoln					
REVIEWED BY:	Lee Will	DATE: 01/30/2020	PHONE: (402) 471-4175				
COMMENTS: No basis to disagree with City of Lincoln's assessment of fiscal impact.							

LB 1046 Fiscal Note 2020

		State Agen	cy Estimate				
State Agency Name: Department	of Revenue			D	ate Due LFA:		
Approved by: Tony Fulton		Date Prepare	ed:	Pl	none: 471-5896		
	FY 2020	2020-2021 FY		-2022	FY 2022	FY 2022-2023	
	Expenditures	Revenue	Expenditures	Revenue	Expenditures	Revenue	
General Funds	\$0	\$0	\$0	\$0	\$0	\$0	
Cash Funds							
Federal Funds							
Other Funds							
Total Funds	\$0	\$0	\$0	\$0	\$0	\$0	

LB 1046 places a cap on the amount of occupation tax, together with any other tax, fee or assessments, including franchise fees, imposed by a municipality under Neb. Rev. Stat. § 18-2204 or county under Neb. Rev. Stat. § 23-386, as part of the grant of a community antenna television service franchise. The occupation tax, other tax, fee or assessment, in aggregate, cannot exceed three percent of the gross receipts for providing community antenna television within the franchise area, municipality or county. LB 1046 also defines community antenna television service, for purposes of § 18-2204 and § 23-386, as cable service as defined in 47 U.S.C. 522, as such section existed on January 1, 2020. The operative date of the bill is July 1, 2020.

It is estimated that LB1046 will have no impact on General Fund revenues.

It is estimated by DOR that there will be no cost to implement this bill.

Major Objects of Expenditure										
Class Code	Classification Title	20-21 <u>FTE</u>	21-22 <u>FTE</u>	22-23 <u>FTE</u>	20-21 <u>Expenditures</u>	21-22 Expenditures	22-23 Expenditures			
Travel										
Capital Outlay										
	Capital Improvements.									
	Total									

LB ⁽¹⁾ 1046	5				FISCAL NOTE
State Agency OR 1	Political Subdivision Name: ⁽²⁾	City of Omaha			
Prepared by: (3)	Tyler Leimer	Date Prepared: (4)	1/22/2020	Phone: (5)	402-444-4514
	ESTIMATE PROV	IDED BY STATE AGEN	NCY OR POLITIC	AL SUBDIVIS	ION
	EV	anan a1		FY 2021	aa
	EXPENDITURES	2020-21 <u>REVENUE</u>	EXPENDI		REVENUE
GENERAL FUN	DS	(2,500,000.00)			(2,500,000.00)
CASH FUNDS					
FEDERAL FUN	DS				
OTHER FUNDS					
TOTAL FUNDS			<u> </u>		
TOTAL FUNDS	·	=			
		VN BY MAJOR OBJECT	S OF EXPENDIT	<u>'URE</u>	
Personal Service		UMBER OF POSITION	S 2020-	.01	2021-22
POSIT	TION TITLE	<u>20-21</u> <u>21-22</u>	EXPENDI		EXPENDITURES
Benefits					
Operating					
	······································				
Capital improve	ments				

LB ⁽¹⁾	1046						FISCAL NOTE
State A	gency OR P	Political Subdivision Name: (2	City o	f Lincoln			
Prepar	ed by: ⁽³⁾	James Van Bruggen	Dat	e Prepared: ⁽⁴⁾	1/21/20	Phone: (5)	402-441-8301
		ESTIMATE PRO	VIDED BY	STATE AGEN	NCY OR POLI	ΓΙCAL SUBDIVIS	ION
		F	Y 2020-21			FY 2021	-22
		EXPENDITURE		<u>REVENUE</u>	EXPEN	DITURES	REVENUE
GENE	RAL FUN	DS					
CASH 1	FUNDS		_		_	_	
	RAL FUNI	os —					
	R FUNDS		_				
	L FUNDS						
IOIA	L FUNDS		= =		-		
Explan	ation of E	stimate:					
D	-16		WN BY M	AJOR OBJECT	TS OF EXPEN	DITURE	
Person	al Services		NUMBER	OF POSITION	S 20	020-21	2021-22
	POSIT	ION TITLE	<u>20-21</u>	<u>21-22</u>		DITURES	EXPENDITURES
				_	_		
				_	_		
-	•						
		nents					

TOTAL.....

LB ⁽¹⁾	1046						FISCAL NOTE
State Ag	gency OR P	olitical Subdivision Name: ⁽²⁾	Lanca	ster County	Treasurer		
Prepare	ed by: (3)	Kristen Anderson	Dat	e Prepared: (4)	1/22/2020	Phone: (5	(402) 441-7409
		ESTIMATE PROV	IDED BY	STATE AGEN	NCY OR POLITIC	CAL SUBDIV	ISION
		FY	2020-21			FY 202	21-22
		EXPENDITURE	<u>s</u>	<u>REVENUE</u>	EXPENDI		REVENUE
GENER	RAL FUNI	os	_		_		
CASH F	FUNDS		_				
FEDER	AL FUNI	OS					
OTHER	R FUNDS						
TOTAI	L FUNDS						
Explana	ation of Es	stimate:					
No Fise	cal Impa	ct					
	•						
Doncone	al Services		WN BY M	AJOR OBJECT	'S OF EXPENDI'	<u> TURE</u>	-
1 61 50112	ar gervices		NUMBER	OF POSITIONS	S 2020	-21	2021-22
	POSIT	ION TITLE	<u>20-21</u>	<u>21-22</u>	EXPEND	<u>ITURES</u>	EXPENDITURES
				_	<u> </u>		
Benefits	s						
Operati	ing						
Capital	outlay						
Aid							
Capital	improven	nents					