

7/10/11

PREPARED BY: Doug Gibbs
DATE PREPARED: March 02, 2011
PHONE: 402-471-0051

LB 40

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		(\$1,350,000)		(\$2,500,000)
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS		(\$1,350,000)		(\$2,500,000)

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

LB 40 amends Nebraska Revised Statute Section 77-2704.12, regarding sales and use tax exemptions for nonprofit health clinics.

Under current language there are two requirements for nonprofit health clinics that must be met in order to receive the sales and use tax exemption. First, they must be owned by two or more hospitals or the parent corporations of the hospitals own or control the health clinic for the purpose of reducing the cost of health services or when the health clinic receives federal funds through the U.S. Public Health Service for the purpose of serving populations that are medically underserved. Second, the health clinic must be licensed under the Health Care Facility Licensure Act.

The bill amends Section 77-2704.12 to change the ownership requirement from owned by two or more hospitals, etc. to owned by one or more hospitals, etc. The second requirement, that the clinic must be licensed under the Health Care Facility Licensure Act, remains in place.

The bill has an operative date of October 1, 2011.

The Department of Revenue estimates the following fiscal impact as a result of LB 40:

FY2011-12: (\$ 1,350,000)
 FY2012-13: (\$ 2,500,000)
 FY2013-14: (\$ 2,680,000)
 FY2014-15: (\$ 2,840,000)

The Department indicates that the cost to implement LB 40 would be minimal.

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

DEPARTMENT OF ADMINISTRATIVE SERVICES

REVIEWED BY	Lyn Heaton	DATE	3/3/11	PHONE	471-2526
COMMENTS					
DHHS – Concur. No fiscal impact.					

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JAN 21 2011

LEGISLATIVE FISCAL

LB(1) 0040

FISCAL NOTE

2011

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

State Agency or Political Subdivision Name:(2) Department of Health and Human Services

Prepared by: (3) Willard Bouwens

Date Prepared:(4) January 20, 2011

Phone: (5) 471-8072

	FY 2011-2012		FY 2012-2013	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS				
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	\$0	\$0	\$0	\$0

Return by date specified or 72 hours prior to public hearing, whichever is earlier.

Explanation of Estimate:

There is no fiscal impact to the Department of Health and Human Services

MAJOR OBJECTS OF EXPENDITURE

PERSONAL SERVICES:

POSITION TITLE	NUMBER OF POSITIONS		2011-2012 EXPENDITURES	2012-2013 EXPENDITURES
	11-12	12-13		
Benefits.....				
Operating.....				
Travel.....				
Capital Outlay.....				
Aid.....				
Capital Improvements.....				
TOTAL.....			\$0	\$0