

PREPARED BY: Doug Gibbs  
 DATE PREPARED: March 03, 2015  
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**LB 542**

Revision: 00

**FISCAL NOTE**  
 LEGISLATIVE FISCAL ANALYST ESTIMATE

<b>ESTIMATE OF FISCAL IMPACT – STATE AGENCIES</b> (See narrative for political subdivision estimates)				
	<b>FY 2015-16</b>		<b>FY 2016-17</b>	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS		(\$120,000)		(\$186,000)
CASH FUNDS		(\$4,000)		(\$8,000)
FEDERAL FUNDS				
OTHER FUNDS				
<b>TOTAL FUNDS</b>		(\$124,000)		(\$194,000)

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

LB 542 amends Nebraska Revised Statutes Section 77-2704.15 to provide that the purchases of a county agricultural society are exempt from sales and use taxes.

The bill has an operative date of October 1, 2015.

The Department of Revenue estimates the following fiscal impact as a result of LB 542:

Fiscal Year:	General Fund:	State Highway Capital Improvement Fund:	Highway Allocation Fund: (Local)	Total:
2015-16:	(\$ 120,000)	(\$ 4,000)	(\$ 1,000)	(\$ 125,000)
2016-17:	(\$ 186,000)	(\$ 8,000)	(\$ 1,000)	(\$ 195,000)
2017-18:	(\$ 192,000)	(\$ 8,000)	(\$ 1,000)	(\$ 201,000)
2018-19:	(\$ 197,000)	(\$ 8,000)	(\$ 1,000)	(\$ 206,000)

The Department of Revenue indicates the cost to implement the provisions of LB 542 will be minimal.

We have no basis to disagree with the Department of Revenue's estimate of fiscal impact or cost.

IMPACT TO POLITICAL SUBDIVISIONS:

The fiscal impact to the Highway Allocation Fund is as follows:

FY2015-16	(\$ 1,000)
FY2016-17:	(\$ 1,000)
FY2017-18:	(\$ 1,000)
FY2018-19:	(\$ 1,000)

<b>ADMINISTRATIVE SERVICES-STATE BUDGET DIVISION: REVIEW OF AGENCY &amp; POLT. SUB. RESPONSES</b>			
LB: 542	AM:	AGENCY/POLT. SUB: Dept. of Revenue	
REVIEWED BY: Lyn Heaton		DATE: 3/4/2015	PHONE: 471-4181
COMMENTS: No basis upon which to disagree with the Department of Revenue analysis.			

