Keisha Patent February 21, 2019 402-471-0059

## LB 303

## Revision: 00 FISCAL NOTE LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)						
		FY 201	9-20	FY 2020-21		
		EXPENDITURES	REVENUE	EXPENDITURES	REVENUE	
GENERAL F	JNDS		(\$51,000,000)		(\$51,000,000)	
CASH FI	JNDS	\$51,000,000	\$51,000,000	\$51,000,000	\$51,000,000	
FEDERAL F	UNDS					
OTHER F	JNDS					
TOTAL F	JNDS	\$51,000,000	\$0	\$51,000,000	\$0	

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

LB 303 amends the Property Tax Credit Act to provide that for tax years 2019 and each year thereafter, the amount of relief under the act shall be no less than \$275 million.

The bill results in a General Fund transfer out to the Property Tax Credit Cash Fund of \$51,000,000 each fiscal year and an increase in Cash Fund revenue and expenditures of \$51,000,000 each fiscal year.

The Department of Revenue estimates no cost to implement the bill. There is no basis to disagree with this estimate.

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE					
LB: 303	B: 303 AM: AGENCY/POLT. SUB: Department of Revenue				
REVIEWED BY:	Lee Will	DATE: 2/25/2019	PHONE: (402) 471-4175		
COMMENTS: Concur with the Department of Revenue's assessment of fiscal impact.					

## Fiscal Note 2019

State Agency Estimate							
State Agency Name: Department of Revenue					Date Due LFA:	2/22/19	
Approved by: Tony Fulton	Date Prepared:		2/22/19	Phone: 471-5896			
	FY 2019-2020		FY 2020-2021		FY 2021-2022		
	Expenditures	Revenue	Expenditures	Revenue	Expenditures	Revenue	
General Funds		(\$51,000,000)		(\$51,000,000)		(\$51,000,000)	
Cash Funds	\$51,000,000	\$51,000,000	\$51,000,000	\$51,000,000	\$51,000,000	\$51,000,000	
Federal Funds							
Other Funds							
Total Funds	\$51,000,000	\$0	\$51,000,000	\$0	\$51,000,000	\$0	

LB 303 amends Neb. Rev. Stat. § 77-4212 to set the amount in the Property Tax Credit Cash Fund for tax year 2018 at \$224 million and no less than \$275 million for tax year 2019 and beyond.

LB 303 will result in transferring \$51 million in General Fund revenues to the Property Tax Credit Cash Fund as follows:

Fiscal Year	General Fund Transfer Out	Property Tax Credit Cash Fund
2019-2020	\$51,000,000	\$51,000,000
2020-2021	\$51,000,000	\$51,000,000
2021-2022	\$51,000,000	\$51,000,000
2022-2023	\$51,000,000	\$51,000,000

The operative date for this bill is three months after adjournment.

It is estimated that there will be no cost to the Department to implement this bill.

Major Objects of Expenditure							
Class Code	Classification Title	19-20 <u>FTE</u>	20-21 <u>FTE</u>	21-22 <u>FTE</u>	19-20 <u>Expenditures</u>	20-21 <u>Expenditures</u>	21-22 <u>Expenditures</u>
Benefits	Benefits						
Operating Costs							
Travel							
Capital Outlay							
Capital Improvements							
Total							