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LB 477

Revision: 02

Revised to clarify fiscal impact

FISCAL NOTE
LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)				
	FY 2020-21		FY 2021-22	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS	\$58,192	\$58,192		
CASH FUNDS		(\$58,192)		
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	\$58,192	\$0		

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

LB 477 amends the Nebraska Revenue Act of 1967 to reduce a taxpayer’s federal adjusted gross income by amounts received from a Segal AmeriCorps Education Award, beginning with tax years on or after January 1, 2020. For purposes of this estimate, we assume the bill will be operative for tax years beginning on or after January 1, 2021.

The Department of Revenue estimates the reduction in revenue to the General Fund to be minimal. Based upon the data available regarding the number of individuals affected and amount of income received, accounting for the applicable income tax rates, the estimate is reasonable.

The Department of Revenue estimates a one-time programming charge of \$58,192 to OCIO for mainframe and web development charges to implement the bill. The appropriations bill, LB 477A, was amended on Select File to authorize the State Treasurer to transfer \$58,192 from the Department of Revenue Enforcement Fund to the General Fund on or before November 30, 2020. The statute creating the Department of Revenue Enforcement Fund, section 77-5601, authorizes transfers from the fund to the General Fund at the direction of the Legislature.

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE			
LB: 477	AM:	AGENCY/POLT. SUB: Department of Revenue	
REVIEWED BY: Lee Will	DATE: 12/26/2019	PHONE: (402) 471-4175	
COMMENTS: The Department of Revenue’s statement of fiscal impact seems reasonable given the assumptions used.			

