PREPARED BY: DATE PREPARED: PHONE: Austin Ligenza February 16, 2021 (402)471-0050

**LB 377** 

Revision: 00

## **FISCAL NOTE**

**LEGISLATIVE FISCAL ANALYST ESTIMATE** 

ESTIMATE OF FISCAL IMPACT - STATE AGENCIES (See narrative for political subdivision estimates)						
	FY 2021-22		FY 2022-23			
_	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 377 seeks to amend the definition of relatives as it relates to the collection of inheritance tax. LB 377 clarifies the definition of a spouse or former spouse of a decadent's relative to require they were married at the date of death of the decedent.

The Department of Revenue estimates no fiscal impact to the General Fund or to the Department as a result of LB 377. There is no basis to disagree with this estimate.

The Nebraska Association of County Officials estimates no fiscal impact to counties to implement LB 377. There is no basis to disagree with this estimate.

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE					
LB: 377	AM:	AGENCY/POLT. SUB: Nebraska Association of County Officials (NACO)			
REVIEWED BY:	Lee Will	DATE: 01/19/2021	PHONE: (402) 471-4175		
COMMENTS: Concur with NACO's assessment of minimal fiscal impact to further define the term "relatives" within the inheritance tax statutes.					

State Agency Estimate						
State Agency Name: Department	of Revenue				Date Due LFO:	
Approved by: Tony Fulton		Date Prepared:	2/11/2021		Phone: 471-5896	
	FY 2021	1-2022	FY 2022	2-2023	FY 2023	3-2024
	<b>Expenditures</b>	Revenue	Expenditures	Revenue	Expenditures	Revenue
General Funds		\$ 0		\$ 0		\$ 0
Cash Funds						
Federal Funds						
Other Funds						
Total Funds		\$ 0		\$ 0		\$ 0

LB 377 amends Neb. Rev. Stat. § 77-2005.01 to add to the definition of "relatives of the decedent": relatives of a spouse or former spouse of the decedent's parent, grandparent, child, sibling, uncle, aunt, niece, or nephew, if the decedent's parent, grandparent, child, sibling, uncle, aunt, niece, or nephew was married to the spouse at the date of death of the decedent or at the date of death of such spouse.

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

LB 377 will result in reduction in each county's collected inheritance tax at an undeterminable amount.

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

Major Objects of Expenditure							
Class Code	Classification Title	21-22 <u>FTE</u>	22-23 <u>FTE</u>	23-24 <u>FTE</u>	21-22 Expenditures	22-23 Expenditures	23-24 Expenditures
Benefits							
Operating Costs							
Travel							
Capital Outlay							
	s						

LB <sup>(1)</sup> 377			FISCAL NOTE				
State Agency OR Political Subdivision Name: (2	Nebraska Association of County Officials (NACO)						
Prepared by: (3) Elaine Menzel	Date Prepared: (4)	Phone: (5)	402.434.5660				
ESTIMATE PROV	VIDED BY STATE AGENCY	OR POLITICAL SUBDIVISIO	)N				
<u>F</u>	Y 2021-22	FY 2022	-2 <u>3</u>				
EXPENDITUR	<u>REVENUE</u>	<b>EXPENDITURES</b>	REVENUE				
GENERAL FUNDS							
CASH FUNDS							
FEDERAL FUNDS							
OTHER FUNDS							
TOTAL FUNDS							
Explanation of Estimate:	<del></del>						
	OWN BY MAJOR OBJECTS (	OF EXPENDITURE					
Personal Services:	NUMBER OF POSITIONS	2021-22	2022-23				
POSITION TITLE	<u>21-22</u> <u>22-23</u>	EXPENDITURES	EXPENDITURES				
Benefits							
Operating							
Travel							
Capital outlay							
Aid							
Capital improvements							
TOTAL							