

**FISCAL NOTE**  
 LEGISLATIVE FISCAL ANALYST ESTIMATE

<b>ESTIMATE OF FISCAL IMPACT – STATE AGENCIES</b> (See narrative for political subdivision estimates)				
	<b>FY 2022-23</b>		<b>FY 2023-24</b>	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS	\$61,873			(\$78,558,441)
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
<b>TOTAL FUNDS</b>	\$61,873			(\$78,558,441)

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

LB 926 provides for a refundable income tax credit.

For tax years beginning on or after January 1, 2023, an individual taxpayer will be able to claim a refundable income tax credit equal to the greater of either:

- 2% of the amount of rent paid in a tax year on the individuals principle dwelling; or
- Fifty dollars

The amount claimed by an individual in any given year is not to exceed five-hundred dollars. Dwelling is defined as a single-family dwelling or a unit of a multifamily dwelling.

The Department of Revenue estimates approximately 257,000 households would claim this credit each tax year. This would have the following impact on General Fund revenues:

- FY22-23: \$0
- FY23-24: (\$75,901,876)
- FY24-25: (\$78,558,441)

Additionally, the Department of Revenue estimates the need for a one-time OCIO charge of \$61,873 to implement LB 926.

There is no basis to disagree with these estimates.

<b>ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY &amp; POLT. SUB. RESPONSE</b>		
LB: 926	AM:	AGENCY/POLT. SUB: Department of Revenue
REVIEWED BY: Neil Sullivan	DATE: 1/25/2022	PHONE: (402) 471-4179
COMMENTS: The Department of Revenue assessment of fiscal impact from LB 926 appears reasonable.		

