

**FISCAL NOTE**  
 LEGISLATIVE FISCAL ANALYST ESTIMATE

<b>ESTIMATE OF FISCAL IMPACT – STATE AGENCIES</b> (See narrative for political subdivision estimates)				
	<b>FY 2024-25</b>		<b>FY 2025-26</b>	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS	\$57,100		\$10,000	
CASH FUNDS		(\$279,000)		(\$439,000)
FEDERAL FUNDS				
OTHER FUNDS				
<b>TOTAL FUNDS</b>	<b>\$57,100</b>	<b>(\$279,000)</b>	<b>\$10,000</b>	<b>(\$439,000)</b>

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

LB 60 amends the Tobacco Products Tax Act. It changes the taxation of cigars, cheroots, and stogies. Currently, such products are taxed at 20% of the purchase price. LB 60 would limit the maximum tax collected on each cigar, cheroot, or stogie to \$0.50. This would impact the sale of such items costing more than \$2.50.

The Department of Revenue has not provided a fiscal note for this bill, however in 2023, LB 24 was proposed and had similar language.

In that fiscal note, the Department of Revenue estimated the following impact:

The Department of Revenue estimated the Fund would see the following impact to its revenues:

- Year 1 (\$279,000)
- Year 2 (\$439,000)
- Year 3 (\$461,000)
- Year 4 (\$484,000)

The Department of Revenue estimated this change would require a Senior Developer to program and maintain the General Processing System with the following expenses:

- Year 1 \$57,100
- Year 2 \$10,000
- Year 3 \$10,000

If additional information is provided, an update will be made.