

Updated Due to Agency Response.

FISCAL NOTE
LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)				
	FY 2024-25		FY 2025-26	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS	\$58,200		\$10,000	
CASH FUNDS		(\$301,000)		(\$475,000)
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	\$58,200	(\$301,000)	\$10,000	(\$475,000)

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 estimates a revenue loss for the Tobacco Products Administration Cash Fund as follows:

FY 2024-25	(\$301,000)
FY 2025-26	(\$475,000)
FY 2026-27	(\$499,000)

Per DOR implementation of LB 60 would require a 0.5 FTE of a Senior Developer in the first year with a cost of \$58,200 and \$10,000 in both the second and third year for maintenance.

There is no basis to disagree with these estimates.

