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 DATE PREPARED: February 08, 2011
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LB 174

Revision: 00

FISCAL NOTE
 LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES *				
	FY 2011-12		FY 2012-13	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS	\$44,500		\$0	
CASH FUNDS		See Below		See Below
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	\$44,500	See Below	\$0	See Below

*Does not include any impact on political subdivisions. See narrative for political subdivision estimates.

LB 174 amends Nebraska Revised Statute Section 77-27,119.04, to change the way contributions are made to the Campaign Finance Limitation Cash Fund.

Current law provides that a taxpayer may indicate on the individual income tax form, a contribution of one dollar or more of any refund due to the Campaign Finance Limitation Cash Fund.

LB 174 would allow a taxpayer to designate an amount greater than their tax refund; the amount in excess of the refund amount will be added to the taxpayer's tax liability.

The bill would be effective for tax year 2011.

The Department of Revenue estimates that additional revenue to the Campaign Finance Limitations Cash Fund will be minimal and have no impact on the General Fund income tax receipts.

The costs to implement LB 174 include approximately \$44,500 in one-time programming costs in order to process changes in taxpayer liability. Ongoing costs for increased data-entry and collections will be minimal.

We agree with the Department of Revenue's estimate of fiscal impact and cost.

The Nebraska Accountability and Disclosure Commission estimates additional revenue to the Campaign Finance Limitations Cash Fund of \$4,541 for FY2011-12 and \$8,125 for FY2012-13, based on increased revenue equal to one half of the revenues donated by citizens for the last two fiscal years.

We disagree with the Commission's estimate of fiscal impact.

DEPARTMENT OF ADMINISTRATIVE SERVICES

REVIEWED BY	Lyn Heaton	DATE	2/10/11	PHONE	471-2526
COMMENTS					
DEPT. OF REVENUE – No basis upon which to disagree.					
ACCOUNTABILITY AND DISCLOSURE COMMISSION – The amount of additional contributions to the fund is indeterminate.					

