

FISCAL NOTE
LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)				
	FY 2013-14		FY 2014-15	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS		\$1,492,000		\$2,711,000
CASH FUNDS		\$61,000		\$110,000
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS		\$1,553,000		\$2,821,000

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

LB 502 amends the Nebraska Revenue Act of 1967, regarding a sales and use tax exemption.

The bill removes the sales and use tax exemption for health clinics owned by one hospital. The bill would now require that a health clinic be owned by two or more hospitals in order to receive a sales and use tax exemption.

The bill has an operative date of October 1, 2013.

The Department of Revenue estimates the following fiscal impact to the following funds:

Fiscal Year:	General Fund:	State Highway Capital Improvement Fund (Cash):	Highway Allocation Fund (Local):	Total:
2013-14:	\$ 1,492,000	\$ 61,000	\$ 11,000	\$ 1,564,000
2014-15:	\$ 2,711,000	\$ 110,000	\$ 19,000	\$ 2,840,000
2015-16:	\$ 2,873,000	\$ 116,000	\$ 21,000	\$ 3,010,000
2016-17:	\$ 3,044,000	\$ 123,000	\$ 22,000	\$ 3,189,000

The Department estimates the cost to implement the provisions of LB 502 would be minimal.

There is no basis to disagree with the Department of Revenue's estimate of fiscal impact and cost.

IMPACT TO POLITICAL SUBDIVISIONS:

The impact to the Highway Allocation Fund is as follows:

FY2013-14:	\$ 11,000
FY2014-15:	\$ 19,000
FY2015-16:	\$ 21,000
FY2016-17:	\$ 22,000

