

PREPARED BY: David Rippe  
 DATE PREPARED: February 13, 2007  
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**LB 278**

Revision: 00

**FISCAL NOTE**  
 LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES *				
	FY 2007-08		FY 2008-09	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS				
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS				

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

LB 278 strikes language currently preventing counties from imposing a sales and use tax within an incorporated municipality in which a city sales and use tax already exists. The bill also broadens the potential uses of proceeds from this tax to include infrastructures related to economic development.

There appears to be no material General Fund impact or implementation costs associated with this bill.

IMPACT ON POLITICAL SUBDIVISIONS: Under the provisions of LB 278, any county approving a county sales and use tax would realize an increase in sales and use tax revenues dependent upon the percentage sales and use tax imposed and the amount of taxable sales in the county. Dakota County is currently the only county with a county sales and use tax.

DEPARTMENT OF ADMINISTRATIVE SERVICES

REVIEWED BY	Lyn Heaton	DATE	2/14/07	PHONE	471-2526
COMMENTS					
DEPT. OF REVENUE – Concur. The agency analysis appears reasonable.					