

**FISCAL NOTE**  
**LEGISLATIVE FISCAL ANALYST ESTIMATE**

<b>ESTIMATE OF FISCAL IMPACT – STATE AGENCIES</b> (See narrative for political subdivision estimates)				
	<b>FY 2015-16</b>		<b>FY 2016-17</b>	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS		(\$90,000)		(\$163,000)
CASH FUNDS		(\$4,000)		(\$7,000)
FEDERAL FUNDS				
OTHER FUNDS				
<b>TOTAL FUNDS</b>		(\$94,000)		(\$170,000)

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

LB 191 amends the Nebraska Revenue Act of 1967, Section 77-2704.10, regarding sales and use taxes.

The bill would exempt prepared food, and food and food ingredients sold by a congressionally chartered veterans service organization with active chapters in Nebraska and that is also exempt from federal income tax from sales and use taxes.

The bill has an operative date of October 1, 2015.

The Department of Revenue estimates the following fiscal impact:

Fiscal Year:	General Fund:	State Highway Capital Improvement Fund:	Highway Allocation Fund: (Local)	Total:
2015-16	(\$ 90,000)	(\$ 4,000)	(\$ 1,000)	(\$ 95,000)
2016-17	(\$ 163,000)	(\$ 7,000)	(\$ 1,000)	(\$ 171,000)
2017-18	(\$ 172,000)	(\$ 7,000)	(\$ 1,000)	(\$ 180,000)
2018-19	(\$ 180,000)	(\$ 7,000)	(\$ 1,000)	(\$ 188,000)

The Department of Revenue indicates the cost of implementation will be minimal.

We have no basis to disagree with the Department of Revenue's estimate of fiscal impact or cost.

IMPACT TO POLITICAL SUBDIVISIONS:

The estimated fiscal impact to the Highway Allocation Fund is as follows:

FY2015-16:	(\$1,000)
FY2016-17:	(\$1,000)
FY2017-18:	(\$1,000)
FY2018-19:	(\$1,000)

<b>ADMINISTRATIVE SERVICES-STATE BUDGET DIVISION: REVIEW OF AGENCY &amp; POLT. SUB. RESPONSES</b>		
LB: 191	AM:	AGENCY/POLT. SUB: Dept. of Revenue
REVIEWED BY: Lyn Heaton	DATE: 2/5/2015	PHONE: 471-4181
COMMENTS: No basis upon which to disagree with the Department's analysis.		

