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LB 183

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	21,160	(13,820,000)	18,090	(14,155,000)
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	21,160	(13,820,000)	18,090	(14,155,000)

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

LB 183 allows for an exclusion of military retirement benefits, resulting from service in the armed forces, from federal adjusted gross income. The bill is operative for tax years beginning January 1, 2007.

Based on approximately 12,000 filers, the estimated revenue impact is as follows:

<u>Fiscal Year</u>	<u>Revenue</u>
2007-08	(13,820,000)
2008-09	(14,155,000)
2009-10	(14,357,000)
2010-11	(15,305,000)

The Department of Revenue estimates the following costs associated with the implementation of LB 183:

Expense Items	FY08	FY09
Revenue Operations Analyst II (0.5 FTE)	13,200	13,600
Benefits	4,360	4,490
Operating Expenses	3,600	
Total	21,160	18,090

IMPACT ON POLITICAL SUBDIVISIONS: This bill does not appear to have a material fiscal impact on political subdivisions.