

**FISCAL NOTE**  
 LEGISLATIVE FISCAL ANALYST ESTIMATE

<b>ESTIMATE OF FISCAL IMPACT – STATE AGENCIES *</b>				
	<b>FY 2007-08</b>		<b>FY 2008-09</b>	
	<b>EXPENDITURES</b>	<b>REVENUE</b>	<b>EXPENDITURES</b>	<b>REVENUE</b>
GENERAL FUNDS		(71,000)		(74,000)
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS		(71,000)		(74,000)

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

LB 270 provides that for taxable years beginning on or after January 1, 2007, the federal adjusted gross income used to calculate Nebraska Income Tax shall be reduced by educational loan repayments paid under the Rural Health Systems and Professional Incentive Act to the extent that such repayments are included in the federal adjusted gross income for federal income tax purposes.

The Department of Revenue estimates minimal implementation costs and the following revenue impact:

<u>Fiscal Year</u>	<u>Revenue</u>
2007-08	(71,000)
2008-09	(74,000)
2009-10	(77,000)
2010-11	(80,000)

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