

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

<b>ESTIMATE OF FISCAL IMPACT – STATE AGENCIES</b> (See narrative for political subdivision estimates)				
	<b>FY 2018-19</b>		<b>FY 2019-20</b>	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS	\$4,922		\$0	
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
<b>TOTAL FUNDS</b>	<b>\$4,922</b>		<b>\$0</b>	

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

LB 961 amends Nebraska Revised Statutes Section 77-2734.02 regarding the corporate income tax.

The bill changes the corporate income tax rate to an unspecified percentage for tax years beginning January 1, 2019.

Because of the unspecified rate we are unable to determine a fiscal impact for LB 961.

The Department of Revenue indicates a cost of \$4,922 for a one-time charge paid to the Office of the CIO for mainframe development cost to change a tax rate.

We have no basis to disagree with the Department of Revenue’s estimate of cost.

<b>ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY &amp; POLT. SUB. RESPONSE</b>			
LB: 961	AM:	AGENCY/POLT. SUB: Dept. of Revenue	
REVIEWED BY: Lyn Heaton	DATE: 2/6/2018	PHONE: <a href="tel:4024714181">(402) 471-4181</a>	
COMMENTS: No basis upon which to disagree with the Department of Revenue’s analysis.			

**State Agency Estimate**

State Agency Name: Department of Revenue	Date Due LFA: 2/5/2018
Approved by: Tony Fulton	Date Prepared: 2/1/2018
	Phone: 471-5896

	<b>FY 2018-2019</b>		<b>FY 2019-2020</b>		<b>FY 2020-2021</b>	
	<u>Expenditures</u>	<u>Revenue</u>	<u>Expenditures</u>	<u>Revenue</u>	<u>Expenditures</u>	<u>Revenue</u>
General Funds	\$4,922	Undeterminable		Undeterminable		Undeterminable
Cash Funds						
Federal Funds						
Other Funds						
<b>Total Funds</b>	<b>\$4,922</b>	<b>Undeterminable</b>		<b>Undeterminable</b>		<b>Undeterminable</b>

LB 961 would amend Neb. Rev. Stat. §§ 77-2734.02 to change both corporate income tax rates in an unspecified manner beginning with taxable years beginning on or after January 1, 2019.

The fiscal impact to General Fund revenues for LB 961 is undeterminable due to the unspecified rate change.

LB 961 will require a one-time charge of \$4,922 in OCIO mainframe development costs to change the tax rate.

**Major Objects of Expenditure**

<u>Class Code</u>	<u>Classification Title</u>	18-19	19-20	20-21	18-19	19-20	20-21
		<u>FTE</u>	<u>FTE</u>	<u>FTE</u>	<u>Expenditures</u>	<u>Expenditures</u>	<u>Expenditures</u>
	Benefits.....						
	Operating Costs.....				\$4,922		
	Travel.....						
	Capital Outlay.....						
	Capital Improvements.....						
	<b>Total.....</b>				\$4,922		