

PREPARED BY: Douglas Gibbs
 DATE PREPARED: February 02, 2018
 PHONE: 402-471-0051

LB 962

Revision: 00

FISCAL NOTE

LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)				
	FY 2018-19		FY 2019-20	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS	\$49,344			
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	\$49,344			

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

LB 962 amends Nebraska Revised Statutes Section 77-2715.03 regarding Nebraska individual income tax brackets and rates.

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

Because of the unspecified rate we are unable to determine a fiscal impact for LB 962.

The Department of Revenue indicates a cost of \$49,344 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.

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE			
LB: 962	AM:	AGENCY/POLT. SUB: Dept. of Revenue	
REVIEWED BY: Lyn Heaton	DATE: 2/5/2018	PHONE: (402) 471-4181	
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: 2/5/2018 Phone: 471-5896

Table with columns for FY 2018-2019, FY 2019-2020, and FY 2020-2021, each with sub-columns for Expenditures and Revenue. Rows include General Funds, Cash Funds, Federal Funds, Other Funds, and Total Funds.

LB 962 would amend Neb. Rev. Stat. § 77-2715.03 to change the individual income tax rate for all four brackets in an unspecified way beginning with taxable years beginning on or after January 1, 2019.

The fiscal impact to General Fund revenues for LB 962 is undeterminable due to the unspecified rate change.

LB 962 will require a one-time programming charge of \$49,344 in one-time OCIO mainframe programming costs to change the tax rate.

Major Objects of Expenditure

Table with columns for Class Code, Classification Title, and FTE/Expenditures for years 18-19, 19-20, and 20-21. Rows include Benefits, Operating Costs, Travel, Capital Outlay, Capital Improvements, and Total.