

PREPARED BY: Keisha Patent
 DATE PREPARED: February 18, 2020
 PHONE: 402-471-0059

LB 1045

Revision: 00

FISCAL NOTE
 LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)				
	FY 2020-21		FY 2021-22	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS	\$41,600		\$72,000	
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	\$41,600		\$72,000	

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

LB 1045 amends the Taxpayer Transparency Act to require reporting of specific information regarding tax incentive programs. The Department of Revenue must compile and submit certain information relating to each taxpayer receiving a tax incentive under a tax incentive program to the State Treasurer by March 1 annually and issue a report on or before July 15, 2021, and each year thereafter. The department, on or before September 1, 2021, and each year thereafter, must appear at a joint hearing of the Appropriations Committee and Revenue Committee to present the report.

The bill provides the information must be reported notwithstanding any confidentiality requirements.

Revenue:

The department estimates no impact to General Fund revenue.

Expenditures:

The department estimates operating costs for 1.0 FTE tax specialist, beginning January 2021, and 0.5 FTE auditor, beginning July 2021, for a total cost of \$41,600 in FY 20-21 and \$106,400 in FY 21-22. We disagree that the 0.5 FTE auditor is necessary to implement the bill, and as a result, we estimate the total cost to be \$41,600 in FY 20-21 and \$72,000 in FY 22-23.

The State Treasurer estimates no additional costs to implement the bill because it would only require a link to the department's report on the Taxpayer Transparency website. There is no basis to disagree with this estimate.

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE			
LB: 1045	AM:	AGENCY/POLT. SUB: State Treasurer	
REVIEWED BY: Lee Will	DATE: 02/17/2020	PHONE: (402) 471-4175	
COMMENTS: No basis to disagree with the State Treasurer's assessment of no fiscal impact.			

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2020

LB⁽¹⁾ 1045

FISCAL NOTE

State Agency OR Political Subdivision Name: ⁽²⁾ State Treasurer

Prepared by: ⁽³⁾ Tyson Larson Date Prepared: ⁽⁴⁾ 2/12/20 Phone: ⁽⁵⁾ (402) 471-1234

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	<u>FY 2020-21</u>		<u>FY 2021-22</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	-	-	-	-
CASH FUNDS	-	-	-	-
FEDERAL FUNDS	-	-	-	-
OTHER FUNDS	-	-	-	-
TOTAL FUNDS	-	-	-	-

Explanation of Estimate:

In discussions with Senator Brandt's office and reading through the introduced legislation, it appears all that would be needed from the State Treasurer's office is a "link" to the Department of Revenue's report on our Taxpayer Transparency website. If all that is required from us is a link, then the State Treasurer's Office doesn't expect any fiscal impact from LB1045 to the office.

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2020-21</u>	<u>2021-22</u>
	<u>20-21</u>	<u>21-22</u>	<u>EXPENDITURES</u>	<u>EXPENDITURES</u>
Benefits.....				
Operating.....				
Travel.....				
Capital outlay.....				
Aid.....				
Capital improvements.....				
TOTAL.....				