

FISCAL NOTE
LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)				
	FY 2023-24		FY 2024-25	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS		(\$60,092,000)		(\$59,217,000)
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS		(\$60,092,000)		(\$59,217,000)

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

LB 804 seeks to lower the corporate income tax rate. Specifically, LB 804 provides for the reduction of the tax rate on income in excess of \$100,000. The corporate income tax rate for income in excess of \$100,000 would be lowered to 5.84% beginning on or after January 1, 2023.

The operative date for this bill is January 1, 2023.

The Department of Revenue (DOR) estimates the following reductions to General Fund revenues from this bill:

Fiscal Year	General Fund revenues
FY 2022-23	\$ -
FY 2023-24	\$ (60,092,000)
FY 2024-25	\$ (59,217,000)
FY 2025-26	\$ (41,763,000)
FY 2026-27	\$ (20,916,000)
FY 2027-28	\$ (7,874,000)
FY 2028-29	\$ (1,428,000)
FY 2029-30	\$ -

The DOR estimates that there will be no costs for it to implement the bill.

There is no basis to disagree with these estimates.

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE		
LB: 804	AM:	AGENCY/POLT. SUB: Department of Revenue
REVIEWED BY: Neil Sullivan	DATE: 1/31/2023	PHONE: (402) 471-4179
COMMENTS: The Department of Revenue assessment of fiscal impact from LB 804 appears reasonable.		

