

FISCAL NOTE
LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)				
	FY 2014-15		FY 2015-16	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS				
CASH FUNDS	10,640			
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	10,640			

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

LB 751 is the Nebraska Benefit Corporation Act.

The bill's provisions allow entities to migrate between the newly created type of corporation called "Benefit Corporations" and other corporation types. A Benefit Corporation shall have a purpose of creating general public benefit, in addition to its purpose under section 21-2024.

Section 13 requires a benefit corporation to prepare an annual benefit report and send the report to each shareholder and the Secretary of State for filing.

The Secretary of State estimates one-time programming costs to alter the database to be \$10,640. This estimate appears to be reasonable.

ADMINISTRATIVE SERVICES-STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSES			
LB: 751	AM:	AGENCY/POLT. SUB: Dept. of Revenue	
REVIEWED BY: Gary Bush		DATE: January 30, 2014	PHONE: 471-4161
COMMENTS: Agree with the agency's estimate of impact.			

ADMINISTRATIVE SERVICES-STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSES			
LB: 751	AM:	AGENCY/POLT. SUB: Nebraska Secretary of State	
REVIEWED BY: Gary Bush		DATE: January 21, 2014	PHONE: 471-4161
COMMENTS: The agency's estimate of impact appears to be reasonable.			

Please complete ALL (5) blanks in the first three lines.

2014

LB⁽¹⁾ 751

FISCAL NOTE

State Agency OR Political Subdivision Name: ⁽²⁾

Nebraska Secretary of State

Prepared by: ⁽³⁾ Suzanne Hinzman

Date Prepared: ⁽⁴⁾ 1/17/2014

Phone: ⁽⁵⁾ 402-471-2384

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	<u>FY 2014-15</u>		<u>FY 2015-16</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	_____	_____	_____	_____
CASH FUNDS	10,640	_____	_____	_____
FEDERAL FUNDS	_____	_____	_____	_____
OTHER FUNDS	_____	_____	_____	_____
TOTAL FUNDS	<u>10,640</u>	<u>0</u>	<u>0</u>	<u>0</u>

Explanation of Estimate:

LB751 Adopts the Nebraska Benefit Corporation Act to allow a new entity type in Nebraska. This bill appears to allow entities to migrate between Benefit Corporation and other Corporation types. It requires an annual report that is sent to shareholders to also be filed with the Secretary of State in addition to the occupation tax report that corporations currently file. A new entity type as well as system filing actions and fees to accompany will need to be created and added to the Corporation application system. We do not have an estimate of how many new filings are anticipated at this time.

Programming changes to the database for the new entity type are estimated at \$10,640.

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2014-15 EXPENDITURES</u>	<u>2015-16 EXPENDITURES</u>
	<u>14-15</u>	<u>15-16</u>		
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Benefits.....	_____	_____	_____	_____
Operating.....	_____	_____	10,640	_____
Travel.....	_____	_____	_____	_____
Capital outlay.....	_____	_____	_____	_____
Aid.....	_____	_____	_____	_____
Capital improvements.....	_____	_____	_____	_____
TOTAL.....	_____	_____	<u>10,640</u>	<u>0</u>