

PREPARED BY: Bill Biven, Jr.
 DATE PREPARED: January 12, 2024
 PHONE: 402-471-0054

LB 1063

Revision: 00

FISCAL NOTE

LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)				
	FY 2024-25		FY 2025-26	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS				
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS				

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

LB1063 amends §79-10,120 to require a vote prior to a school district using Special Building Funds.

Voter approval through a general election or special election will be needed when a school board or board of education decides to erect a building, an addition(s), any improvements to existing school property, or purchase equipment that has Special Building Fund expenditures over \$250,000.

There would be a fiscal impact for the school districts that need to have a proposition voted on by their constituents but that impact cannot be determined at this time.

No Fiscal Impact.

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE			
LB: 1063	AM:	AGENCY/POLT. SUB: Nebraska Department of Education	
REVIEWED BY: Gary Bush	DATE: 1/11/24	PHONE: (402) 471-4161	
COMMENTS: Agree with the agency's estimate of impact to the state and possible impact to school districts.			

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

2024

LB⁽¹⁾ 1063

FISCAL NOTE

State Agency OR Political Subdivision Name: ⁽²⁾ NE Department of Education

Prepared by: ⁽³⁾ Bryce Wilson Date Prepared: ⁽⁴⁾ 1/9/24 Phone: ⁽⁵⁾ 402-471-4320

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	<u>FY 2024-25</u>		<u>FY 2025-26</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:

LB 1063 limits the uses in the building fund used by schools for building or adding onto a school building, making improvements, or purchasing equipment if the total amount of the project or purchase exceeds \$250,000. If the project or purchase exceeds \$250,000, the district must get voter approval from their district patrons. The requirement to get voter approval appears to apply to situations when a district must replace or repair buildings damaged and paid for with insurance proceeds in addition to gift/donations/grants for projects over \$250,000.

This bill does not limit what a district is allowed to tax in the Special Building fund but limits how Special Building fund proceeds may be spent.

No fiscal impact to NDE or the State but there would be additional cost to school districts when a vote is required as provided by the new language.

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2024-25</u>	<u>2025-26</u>
	<u>24-25</u>	<u>25-26</u>	<u>EXPENDITURES</u>	<u>EXPENDITURES</u>
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Benefits.....	_____	_____	_____	_____
Operating.....	_____	_____	_____	_____
Travel.....	_____	_____	_____	_____
Capital outlay.....	_____	_____	_____	_____
Aid.....	_____	_____	_____	_____
Capital improvements.....	_____	_____	_____	_____
TOTAL.....	_____	_____	_____	_____