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 DATE PREPARED: February 10, 2011  
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**LB 307**

Revision: 00

**FISCAL NOTE**  
 LEGISLATIVE FISCAL ANALYST ESTIMATE

<b>ESTIMATE OF FISCAL IMPACT – STATE AGENCIES *</b>				
	<b>FY 2011-12</b>		<b>FY 2012-13</b>	
	<b>EXPENDITURES</b>	<b>REVENUE</b>	<b>EXPENDITURES</b>	<b>REVENUE</b>
GENERAL FUNDS				
CASH FUNDS	5,600			
FEDERAL FUNDS				
OTHER FUNDS		302,058		302,058
<b>TOTAL FUNDS</b>	5,600	302,058		302,058

\*Does not include any impact on political subdivisions. See narrative for political subdivision estimates.

LB307 amends the Nebraska State Patrol Retirement Act as it pertains to the Deferred Retirement Option Plan (DROP).

Current law provides that no member shall be allowed to continue making required contributions while enrolled in DROP. LB307 amends the language to require members to continue making required contributions while enrolled in DROP. As indicated by the Nebraska Public Employee Retirement System (NPERS) there are currently 25 members enrolled in DROP. Their collective salaries multiplied by the current 16% contribution rate are estimated to provide an additional \$302,058 in revenue per year for the State Patrol Plan.

NPERS also indicates a one-time programming cost of \$5,600.

DEPARTMENT OF ADMINISTRATIVE SERVICES

REVIEWED BY	Gary Bush	DATE	1/21/11	PHONE	471-2526
COMMENTS					
NEBRASKA EMPLOYEE RETIREMENT SYSTEM: Agency's estimate appears to be reasonable.					