

PREPARED BY: Sandy Sostad  
 DATE PREPARED: January 30, 2018  
 PHONE: 471-0054

**LB 1001**

Revision: 00

**FISCAL NOTE**  
**LEGISLATIVE FISCAL ANALYST ESTIMATE**

<b>ESTIMATE OF FISCAL IMPACT – STATE AGENCIES</b> (See narrative for political subdivision estimates)				
	<b>FY 2018-19</b>		<b>FY 2019-20</b>	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS	\$25,000		\$75,000	
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	\$25,000		\$75,000	

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

LB 1001 requires the State Department of Education (NDE) to oversee an in-depth review of the financing of public elementary and secondary schools. The bill authorizes the department to obtain assistance from the Department of Revenue to acquire necessary data. A preliminary report is required on or before December 31, 2018 and the final report is to be completed on or before December 1, 2019.

NDE indicates a consultant would likely be hired to assist in the review of school financing. NDE estimates a general fund cost of \$100,000 to carry out the review. This will pay the costs of the consultant as well as other operating costs. The estimate seems reasonable assuming a consultant is utilized. It is assumed NDE and Department of Revenue employees and possibly other state employees will also provide assistance on the finance review. Any increase in expenditures by state agencies will be handled with the \$100,000 appropriated for the review.

<b>ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY &amp; POLT. SUB. RESPONSE</b>			
LB: 1001	AM:	AGENCY/POLT. SUB: Department of Education	
REVIEWED BY: Gary Bush	DATE: 01/24/18	PHONE: <a href="tel:4024714161">(402) 471-4161</a>	
COMMENTS: No basis to disagree estimate provided. The estimate appears to be reasonable.			

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**2018**

**LB<sup>(1)</sup> 1001**

**FISCAL NOTE**

State Agency OR Political Subdivision Name: <sup>(2)</sup> Dept of Education

Prepared by: <sup>(3)</sup> Bryce Wilson Date Prepared: <sup>(4)</sup> 1/17/18 Phone: <sup>(5)</sup> 402-471-4320

**ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION**

	<u>FY 2018-19</u>		<u>FY 2019-20</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	\$25,000		\$75,000	
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
<b>TOTAL FUNDS</b>	<u>\$25,000</u>		<u>\$75,000</u>	

**Explanation of Estimate:**

LB 1001 requires the Nebraska Department of Education to oversee an in-depth review of financing of public elementary and secondary schools in Nebraska. The Department is required to prepare a preliminary report on the progress of the review to the Legislature on or before Dec 31, 2018, with a final report due to the Governor and Legislature on or before December 1, 2019.

For NDE to complete the objective of LB 1001 it is likely that a consultant would need to be hired to assist NDE staff and others in the review. There would likely also be travel expenses associated with a consultant as well as other costs to complete the requirements of LB 1001 that might require up to \$100,000 in funds to conduct such a review.

**BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE**

**Personal Services:**

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2018-19 EXPENDITURES</u>	<u>2019-20 EXPENDITURES</u>
	<u>18-19</u>	<u>19-20</u>		
Benefits.....				
Operating.....			\$25,000	\$25,000
Travel.....				\$50,000
Capital outlay.....				
Aid.....				
Capital improvements.....				
<b>TOTAL.....</b>			<u>\$25,000</u>	<u>\$75,000</u>

