

PREPARED BY: Sandy Sostad
 DATE PREPARED: February 08, 2018
 PHONE: 471-0054

LB 1007

Revision: 00

FISCAL NOTE
LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)				
	FY 2018-19		FY 2019-20	
	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.

LB 1007 provides authority for school districts to annually levy up to \$.03, upon a two-thirds majority vote of the school board, to be used for maintenance, upkeep, rehabilitation and construction within existing school facilities. The levy authorized in the bill is excluded from the \$1.05 levy limit currently in place for school districts. If an additional levy is authorized pursuant to the bill, the proceeds are to be placed in a facilities fund to be used only for purposes enumerated in the bill.

State Department of Education: NDE will expend about \$700 to revise a rule if the bill passes. It is assumed the department has adequate staff and resources to handle rule revisions.

Property Tax Impact: It is unknown how many school districts will opt to increase property taxes pursuant to the bill and the amount that would be levied. If all school districts increased levies by the maximum additional \$.03 levy allowed by the bill, then property taxes would increase by \$71.6 million based upon 2017 valuations.

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE

LB: 1007 AM: AGENCY/POLT. SUB: Department of Education

REVIEWED BY: Gary Bush DATE: 01/24/18 PHONE: (402) 471-4161

COMMENTS: No basis to disagree with the estimate of cost to conduct a public hearing to revise Rule 2. The need for additional appropriation for this public hearing is minimal as a public hearing to revise Rule 2 could be conducted at the same time as other items before the Board of Education.

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2018

LB⁽¹⁾ 1007

FISCAL NOTE

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

Prepared by: ⁽³⁾ Bryce Wilson Date Prepared: ⁽⁴⁾ 1/18/18 Phone: ⁽⁵⁾ 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	\$700			
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	\$700			

Explanation of Estimate:

LB 1007 allows school boards to tax an additional \$.03 for expenditures related to maintenance, upkeep, rehabilitation, and construction with a 2/3 majority vote of the board. The additional \$.03 is not subject to the levy lid and is to be deposited into a new fund called the facilities fund.

Rule 2 would have to be updated if LB 1007 passed which would cost NDE about \$700.

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2018-19</u>	<u>2019-20</u>
	<u>18-19</u>	<u>19-20</u>	<u>EXPENDITURES</u>	<u>EXPENDITURES</u>
Benefits.....				
Operating.....			\$700	
Travel.....				
Capital outlay.....				
Aid.....				
Capital improvements.....				
TOTAL.....			\$700	