

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

<b>ESTIMATE OF FISCAL IMPACT – STATE AGENCIES</b> (See narrative for political subdivision estimates)				
	<b>FY 2017-18</b>		<b>FY 2018-19</b>	
	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 247 authorizes school districts to levy a property tax to address cybersecurity vulnerability. The tax authority is an expansion of existing authority for districts to levy up to \$.03 for abatement projects. Proceeds are placed in a Qualified Capital Purpose Undertaking Fund by school districts. The amount that may be levied for cybersecurity projects is subject to the \$.03 cap on the total amount that may be levied for all abatement projects.

The fiscal impact of the bill in terms of increased property taxes cannot be determined because the need for cybersecurity projects is unknown. The State Department of Education indicates that a rule will need to be revised to reflect the levy authority for cybersecurity projects. It is assumed the department has existing staff and resources to handle the rule revision.

<b>ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY &amp; POLT. SUB. RESPONSES</b>		
LB: 247	AM:	AGENCY/POLT. SUB: Department of Education
REVIEWED BY: James Van Bruggen	DATE: 1/23/17	PHONE: <a href="tel:4024714179">(402) 471-4179</a>
COMMENTS: There would be a slight cost to the Department of Education for a revision to Rule 8.		

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

**2017**

**LB<sup>(1)</sup> 247**

**FISCAL NOTE**

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

Dept of Education

Prepared by: <sup>(3)</sup> Wilson, Eret, Biven

Date Prepared: <sup>(4)</sup> 1/20/17

Phone: <sup>(5)</sup> 471-4320

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

	<u>FY 2017-18</u>		<u>FY 2018-19</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	700.00			
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
<b>TOTAL FUNDS</b>	<b>700.00</b>			

**Explanation of Estimate:**

LB 247 would allow schools to tax in their Qualified Capital Purpose Undertaking Fund (QCPUF) for cybersecurity vulnerability issues, which includes the replacement of software, hardware and data. Districts would be limited to the \$.03 maximum in the QCPUF. This change allows for a property tax increase from current legislation but the amount cannot be determined.

NDE: Creating a new district budgeted fund would require a revision to NDE Rule 8.

**BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE**

**Personal Services:**

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2017-18</u>	<u>2018-19</u>
	<u>17-18</u>	<u>18-19</u>	<u>EXPENDITURES</u>	<u>EXPENDITURES</u>
Benefits.....				
Operating.....			\$700	
Travel.....				
Capital outlay.....				
Aid.....				
Capital improvements.....				
<b>TOTAL.....</b>			<b>\$700</b>	