

PREPARED BY: Bill Biven, Jr.
 DATE PREPARED: January 31, 2020
 PHONE: 402-471-0054

LB 1111

Revision: 00

FISCAL NOTE
 LEGISLATIVE FISCAL ANALYST ESTIMATE

| ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates) | | | | |
|---|-------------------|---------|-------------------|---------|
| | FY 2020-21 | | FY 2021-22 | |
| | 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.

LB1111 has the Nebraska State Treasurer’s office establish and administer the Nebraska Public-Private Partnership for Common Schools Fund. Funds for this new fund will come from appropriations from the Legislature, donations from nonprofit entities or private donors, the Federal Government, and no more than 10% transferred from the Temporary School Fund.

Beginning with the 2020-21 school year, each common school in each common school district can apply for grant funding to match private donations that would allow a community-based or not-for-profit organization to enhance programming that would promote career opportunities in the trades, mentorship, or alternative school, class, or educational programs.

EXPENDITURES:

The Nebraska State Treasurer cannot give an estimate on the fiscal impact that this bill would have without knowing how many schools would be utilizing this newly established fund.

The Nebraska Department of Education also cannot give an estimate on the fiscal impact that this bill would have. NDE makes their apportionment payments to public schools out of the Temporary School Fund and apportionment payments are included in the receipts portion of TEEOSA (State Aid) so if the Temporary School Fund is used, it could increase the amount of funding needed for TEEOSA (state Aid). If no funds from the Temporary School Fund are used, there will be no fiscal impact.

| ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE | | | |
|--|------------------|---|--|
| LB: 1111 | AM: | AGENCY/POLT. SUB: Department of Education | |
| REVIEWED BY: Lee Will | DATE: 01/31/2020 | PHONE: (402) 471-4175 | |
| COMMENTS: Concur with the Department of Education’s assessment of fiscal impact. | | | |

| ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE | | | |
|--|------------------|-----------------------------------|--|
| LB: 1111 | AM: | AGENCY/POLT. SUB: State Treasurer | |
| REVIEWED BY: Lee Will | DATE: 01/31/2020 | PHONE: (402) 471-4175 | |
| COMMENTS: No basis to disagree with the State Treasurer’s assessment of fiscal impact. | | | |

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

2020

LB⁽¹⁾ 1111

FISCAL NOTE

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

Prepared by: ⁽³⁾ Bryce Wilson/Scott Summers

Date Prepared: ⁽⁴⁾ 1/27/20

Phone: ⁽⁵⁾ 402-471-4320

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

| | <u>FY 2020-21</u> | | <u>FY 2021-22</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:

Provides that the State Treasurer shall “establish and administer a grant program to distribute money from the Nebraska Public-Private Partnership for Common Schools Fund.”

Beginning in the 20-21 school year, allows “common schools” to apply to the State Treasurer for grant money to “match private donations that allow a community based or not-for-profit organization to enhance programming that promotes career opportunities in the trades, mentorship, or alternative school, class or education programs.”

Creates the Nebraska Public-Private Partnership for Common Schools Fund which is assigned to the State Treasurer to Administer. It consists of appropriations from the Legislature, donations from nonprofit entities “or other private donors,” “money from the federal government and transfers from the temporary school fund.” The money in the fund is to be invested “pursuant to the Nebraska Capital Expansion Act and the Nebraska Funds Investment Act.”

This bill allows up to 10% of the temporary school fund to be transferred to the Nebraska Public-Private Partnership for Common Schools Fund. Currently, these funds are paid out to public school districts as apportionment funding. Ten percent of the 2018/19 apportionment funding was just under four and half million. Since apportionment funding is an accountable receipt in the TEEOSA formula this change would increase the amount of TEEOSA funding required. The amount cannot be determined at this time.

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

| <u>POSITION TITLE</u> | <u>NUMBER OF POSITIONS</u> | | <u>2020-21</u> | <u>2021-22</u> |
|---------------------------|----------------------------|--------------|---------------------|---------------------|
| | <u>20-21</u> | <u>21-22</u> | <u>EXPENDITURES</u> | <u>EXPENDITURES</u> |
| _____ | _____ | _____ | _____ | _____ |
| _____ | _____ | _____ | _____ | _____ |
| Benefits..... | _____ | _____ | _____ | _____ |
| Operating..... | _____ | _____ | _____ | _____ |
| Travel..... | _____ | _____ | _____ | _____ |
| Capital outlay..... | _____ | _____ | _____ | _____ |
| Aid..... | _____ | _____ | _____ | _____ |
| Capital improvements..... | _____ | _____ | _____ | _____ |
| TOTAL..... | _____ | _____ | _____ | _____ |

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

2020

LB⁽¹⁾ 1111

FISCAL NOTE

State Agency OR Political Subdivision Name: ⁽²⁾ State Treasurer

Prepared by: ⁽³⁾ Tyson Larson Date Prepared: ⁽⁴⁾ 1/27/20 Phone: ⁽⁵⁾ (402) 471-1234

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

| | <u>FY 2020-21</u> | | <u>FY 2021-22</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:

LB1111 directs the State Treasurer's office to establish and administer a grant program and distribute money from the Nebraska Public-Private Partnership for Common Schools Fund. At this time, we are unable to estimate a total cost of what it would take to administer a program such as this. If no schools or organizations utilize the program, there would be no impact to the Treasurer's office; if many schools and non-profits begin using the grant program, there may be costs associated. Without more details the State Treasurer's Office cannot estimate the fiscal impact from LB1111 to the office.

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

| <u>POSITION TITLE</u> | <u>NUMBER OF POSITIONS</u> | | <u>2020-21 EXPENDITURES</u> | <u>2021-22 EXPENDITURES</u> |
|---------------------------|----------------------------|--------------|---------------------------------|---------------------------------|
| | <u>20-21</u> | <u>21-22</u> | | |
| Benefits..... | | | | |
| Operating..... | | | | |
| Travel..... | | | | |
| Capital outlay..... | | | | |
| Aid..... | | | | |
| Capital improvements..... | | | | |
| TOTAL..... | | | | |