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

LB 1001

Revision: 00

FISCAL NOTE

LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT — STATE AGENCIES (See narrative for political subdivision estimates)							
	FY 201	8-19	FY 2019-20				
	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.

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

LB ⁽¹⁾ 1001				FISCAL NOTE
State Agency OR Political S	Subdivision Name: (2)	Dept of Education		
Prepared by: (3) Bryce	Wilson	Date Prepared: (4)	1/17/18 PI	hone: (5) 402-471-4320
F	ESTIMATE PROVID	DED BY STATE AGENO	CY OR POLITICAL SUB	DIVISION
	FV :	2018-19	,	FY 2019-20
	EXPENDITURES		<u>EXPENDITURE</u>	
GENERAL FUNDS	\$25,000		\$75,000	_
CASH FUNDS				_
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	\$25,000		\$75,000	
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.

	OOWN BY MA.	OR OBJECTS O	F EXPENDITURE		
Personal Services: POSITION TITLE	NUMBER OF POSITIONS 18-19 19-20		2018-19 EXPENDITURES	2019-20 EXPENDITURES	
BenefitsOperating.			\$25,000	\$25,000	
Travel				\$50,000	
Capital improvements			\$25,000	\$75,000	

LB 1001 Fiscal Note 2018

State Agency Estimate						
State Agency Name: Department	t of Revenue				Date Due LFA:	2/1/2018
Approved by: Tony Fulton		Date Prepared:	1/30/2018		Phone: 471-5896	
FY 2018-2019			FY 2019-2020		FY 2020-2021	
	Expenditures	Revenue	Expenditures	Revenue	Expenditures	Revenue
General Funds		\$ 0		\$ 0		\$ 0
Cash Funds						
Federal Funds						
Other Funds						
Total Funds		\$ 0		\$ 0		\$ 0
			•	•	-	<u>-</u>

LB 1001 calls for the Department of Education to oversee a review of K-12 education, including financing, alternatives to property taxes, costs and resources, infrastructure needs, and methods used by other states. The Department of Education may obtain assistance from the Department of Revenue to conduct the study. A preliminary report is due December 31, 2018 and the final report December 1, 2019.

It is estimated that this bill will have no impact on General Fund revenues.

It is estimated that there will be minimal costs to the Department to implement this bill.

Major Objects of Expenditure							
Class Code	Classification Title	18-19 <u>FTE</u>	19-20 <u>FTE</u>	20-21 <u>FTE</u>	18-19 Expenditures	19-20 Expenditures	20-21 Expenditures
Benefits							
Operating Costs.							
Travel							
Capital Outlay							
Capital Improvements.							
Total							