

PREPARED BY: Bill Biven, Jr.
DATE PREPARED: February 11, 2025
PHONE: 402-471-0054

LB 599

Revision: 00

FISCAL NOTE

LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)

	FY 2025-26		FY 2026-27	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS	SEE BELOW		SEE BELOW	
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	SEE BELOW		SEE BELOW	

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

LB599 would require the State Board of Education to adopt a policy relating to cybersecurity.

This policy will include, but not be limited to:

- a cybersecurity framework guide for implementing cybersecurity controls in a prioritized manner
- the creation of a cybersecurity team that acts to assist schools & educational service units (ESUs) with cybersecurity needs and addresses cybersecurity issues from a statewide perspective to prevent and respond to cybersecurity threats
- a curriculum component that expands & defines digital citizenship requirements for students, parents, & teachers
- a pipeline for technology careers designed to recruit, retain, & support students from rural areas in pursuing careers in technology & encouraging the students to return & contribute to their local economies
- a funding mechanism to assist in purchasing necessary cybersecurity controls & facilitating the acquisition of cybersecurity projects

FISCAL IMPACT:

There could be an impact at the district level when they implement the State Board's adopted policy but that impact cannot be determined at this time.

The Educational Service Unit Coordinating Council (ESUCC) estimates an expense of ten million dollars to implement & meet the policy requirements of LB599.

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

LB: 599	AM:	AGENCY/POLT. SUB: Department of Education	
REVIEWED BY: Kimberly Burns		DATE: 03/05/2025	PHONE: (402) 471-4171
COMMENTS: Concur with the Department of Education's assessment of no fiscal impact to the agency and indeterminate impact for school districts from LB 599.			

State Agency OR Political Subdivision Name: ⁽²⁾ Education

Prepared by: ⁽³⁾ Lane Carr

Date Prepared: ⁽⁴⁾ 2.10.25

Phone: ⁽⁵⁾ 402.419.3012

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION				
	FY 2025-26		FY 2026-27	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS				
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS				

Explanation of Estimate:
LB599 requires the State Board of Education to develop a policy on cybersecurity to be adopted by districts and school systems. Several provisions required by the policy could incur costs to local school districts, including curriculum for digital citizenship, developing a pipeline for technology careers, and funding mechanisms to assist in purchasing cybersecurity controls. However, fiscal impact cannot be determined at this time. There is no fiscal impact for the NDE in the creation of model policies.

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE				
Personal Services:				
POSITION TITLE	NUMBER OF POSITIONS		2025-26	2026-27
	25-26	26-27	EXPENDITURES	EXPENDITURES
Benefits.....				
Operating.....				
Travel.....				
Capital outlay.....				
Aid.....				
Capital improvements.....				
TOTAL.....				

LB⁽¹⁾ 599

FISCAL NOTE

State Agency OR Political Subdivision Name: ⁽²⁾ Educational Service Unit Coordinating Council

Prepared by: ⁽³⁾ Larianne Polk

Date Prepared: ⁽⁴⁾ 3/2/2025

Phone: ⁽⁵⁾ 402-597-4843

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION				
	FY 2025-26		FY 2026-27	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	\$10,000,000		\$10,000,000	
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	\$10,000,000		\$10,000,000	
	"	"	"	"

Explanation of Estimate:

- (1) A cybersecurity framework guide for implementing cybersecurity controls in a prioritized manner;
\$0
- (2) The creation of a cybersecurity team that acts to assist schools and educational service units with cybersecurity needs and addresses cybersecurity issues from a statewide perspective to prevent and respond to cybersecurity threats;
\$2,000,000
- (3) A curriculum component that expands and defines digital citizenship requirements for students, parents, and teachers;
\$1,000,000
- (4) A pipeline for technology careers designed to recruit, retain, and support students from rural areas in pursuing careers in technology and encouraging such students to return and contribute to their local economies;
\$3,000,000
- (5) A funding mechanism to assist in purchasing necessary cybersecurity controls and facilitating the acquisition of cybersecurity projects.
\$4,000,000

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE				
Personal Services				
POSITION TITLE	NUMBER OF POSITIONS		2025-26	2026-27
	<u>25-26</u>	<u>26-27</u>	<u>EXPENDITURES</u>	<u>EXPENDITURES</u>
	10	10	\$1,500,000	\$1,500,000

Benefits.....			\$500,000	\$500,000
Operating				
Travel				
Capital outlay				
Aid				
Capital improvements.....				
TOTAL			\$2,000,000	\$2,000,000