PREPARED BY: DATE PREPARED: PHONE: Kenneth Boggs January 30, 2024 402-471-0051

LB 1303

Revision: 00

FISCAL NOTE

LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)										
	FY 202	24-25	FY 2025-26							
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE						
GENERAL FUNDS	\$200,000		\$200,000							
CASH FUNDS										
FEDERAL FUNDS										
OTHER FUNDS										
TOTAL FUNDS	\$200,000		\$200,000							

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

LB 1303 requires the Nebraska State Patrol (NSP) to hire an ethical hacker to improves the cyber security for the State of Nebraska. The bill outlines the duties for the ethical hacker.

Expenditures

NSP states that to comply with this requirement, the Agency estimates an annual expenditure of \$150,000 for contracting an external entity. Furthermore, the costs for annual remediation, including additional equipment and software, are projected to be around \$50,000.

LB 1303 mandates that the Agency employ an ethical hacker, typically fulfilled by hiring an external entity or corporation. This industry-standard approach stems from the recognition that a single individual often lacks the comprehensive skill set required for such in-depth security testing, necessitating a team of specialized experts. Additionally, the financial burden of hiring, training, and retaining an individual, along with the associated salary and benefits, are generally higher than what government-funded positions can offer, making external hiring more viable.

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE								
LB: 1303	AM:	AGENCY/POLT. SUB: Nebraska State Patrol (064)						
REVIEWED E	BY: Joe Wilcox	DATE: 01/26/2024	PHONE: (402) 471-4178					
COMMENTS: No disagreement with the Nebraska State Patrol estimate of Potential Fiscal Impact to the Agency from the provisions of LB 1303.								

TOTAL.....

LB (1)	1303	3					FISCAL NOTE	
State Agency OR Political Subdivision Name: (2)			. (2) Nebra	Nebraska State Patrol				
Prepare	ed by: (3)	Jamie Page-Shuman	Dat	e Prepared: (4)	01-26-2024	Phone: (5)	402-479-4906	
		ESTIMATE PR	OVIDED BY	STATE AGEN	NCY OR POLITIC	AL SUBDIVIS	SION	
			FY 2024-25	1		FY 2025	S-96	
<u>EXPENDITURES</u>			<u>REVENUE</u>	EXPENDIT		<u>REVENUE</u>		
GENEF	RAL FUN	DS \$200,000			\$200,C	000		
CASH I	FUNDS							
FEDER	AL FUN	DS						
ОТНЕ	R FUNDS	<u> </u>						
	L FUNDS	_			\$200,0	000		
Additio difficult salarie In orde	nally, the to acqu s/benefit tr to impl 00. Cos	s type of comprehensi e costs associated wit ire/sustain since indiv ts/training costs that ty lement this requireme ts associated with ann	th hiring, tra iduals that v pically exco nt, the Ager	ining, employ work for ethica eed any gover ncy estimates	ee retention, and all hacking entities ment funded potential the annual contr	I salary/bene s/corporation ositions act for the ex	efits are extremely as have	
			OWN BY M	AJOR OBJECT	S OF EXPENDIT	<u>'URE</u>		
Persona	ıl Service	<u>S:</u>	NUMBER	OF POSITION	S 2024-	25	2025-26	
	POSIT	TION TITLE	<u>24-25</u>	<u>25-26</u>	EXPENDI'		EXPENDITURES	
Benefit	s			_				
Operati	ng				\$200,0	000	\$200,000	
Travel.			···					
Capital	outlay		••					
Aid								
Capital	improve	ments						

\$200,000

\$200,000