

PREPARED BY: Sandy Sostad
 DATE PREPARED: January 13, 2012
 PHONE: 471-0054

LB 720

Revision: 00

FISCAL NOTE
 LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES *				
	FY 2012-13		FY 2013-14	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS				
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS				

*Does not include any impact on political subdivisions. See narrative for political subdivision estimates.

LB 720 reduces the number of members of a Class V (Omaha) school board from twelve to five members beginning in the 2012-13 school year. The change becomes effective on the first Monday in January 2013. The bill also provides for an annual salary of \$20,000 for each school board member of a Class V school district beginning in 2013.

The bill will increase the expenditures of the Omaha Public Schools to provide \$100,000 of salary payments to five board members beginning in 2013. The district may have a minimal decrease in expenditures associated with the elimination of seven board members. The net fiscal impact of the bill for the district is unknown. If overall district expenditures increase pursuant to LB 720, it is possible the increase in spending may result in increased state aid, two years after the spending increase occurs.

DEPARTMENT OF ADMINISTRATIVE SERVICES

REVIEWED BY	Matthew Eash	1-9-12	PHONE 471-2526
COMMENTS			
SECRETARY OF STATE – Concur.			
DEPT. OF EDUCATION – Concur.			

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

LB(1) 720 FISCAL NOTE

LEGISLATIVE FISCAL

Secretary of State

State Agency OR Political Subdivision Name: (2)

Prepared by: (3) Suzanne Hinzman

Date Prepared: (4) 1/6/2012

Phone: (5) 402-471-2384

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	FY 2012-2013		FY 2013-2014	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS	_____	_____	_____	_____
CASH FUNDS	_____	_____	_____	_____
FEDERAL FUNDS	_____	_____	_____	_____
OTHER FUNDS	_____	_____	_____	_____
TOTAL FUNDS	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>

Return by date specified or 72 hours prior to public hearing, whichever is earlier.

Explanation of Estimate:

This bill has no fiscal impact for the Secretary of State.

MAJOR OBJECTS OF EXPENDITURE

Personal Services:

POSITION TITLE	NUMBER OF POSITIONS		2012-2013 EXPENDITURES	2013-2014 EXPENDITURES
	12-13	13-14		
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Benefits.....	_____	_____	_____	_____
Operating.....	_____	_____	_____	_____
Travel.....	_____	_____	_____	_____
Capital outlay.....	_____	_____	_____	_____
Aid.....	_____	_____	_____	_____
Capital improvements.....	_____	_____	_____	_____
TOTAL.....	_____	_____	_____	_____

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

LB⁽¹⁾ 720 FISCAL NOTE

LEGISLATIVE FISCAL

State Agency OR Political Subdivision Name: (2) NDE/School Finance & Organization Services

Prepared by: (3) Russ Inbody Date Prepared: (4) 1-6-12 Phone: (5) (402) 471-4320

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	FY 2012-2013		FY 2013-2014	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS	_____	_____	_____	_____
CASH FUNDS	_____	_____	_____	_____
FEDERAL FUNDS	_____	_____	_____	_____
OTHER FUNDS	_____	_____	_____	_____
TOTAL FUNDS	=====	=====	=====	=====

Return by date specified or 72 hours prior to public hearing, whichever is earlier.

Explanation of Estimate:

This bill appears to address the composition of Class V (Omaha) school board members taking office after January 1, 2013. A Class V school board shall be composed of five board members. School board members will be limited to serving two consecutive terms (eight years) on the board of education. Any vacancy on a Class V board of education will be filled by board appointment of a qualified registered voter.

The provisions of the bill also provides for an annual salary of \$20,000 for each board of education member taking office after January 1, 2013.

The estimated fiscal impact to the Class V school district (Omaha Public Schools) would be \$100,000, annually. It is not known if this dollar amount would be an increase in spending or if a reallocation of resources could absorb the increased costs.

The increase in costs to school district may increase TEEOSA Aid two years later as general fund operating costs may increase.

MAJOR OBJECTS OF EXPENDITURE

Personal Services:

POSITION TITLE	NUMBER OF POSITIONS		2012-2013	2013-2014
	12-13	13-14	EXPENDITURES	EXPENDITURES
Benefits.....	_____	_____	_____	_____
Operating.....	_____	_____	_____	_____
Travel.....	_____	_____	_____	_____
Capital outlay.....	_____	_____	_____	_____
Aid.....	_____	_____	_____	_____
Capital improvements.....	_____	_____	_____	_____
TOTAL.....	_____	_____	_____	_____