

PREPARED BY: Bill Biven, Jr.
 DATE PREPARED: February 23, 2022
 PHONE: 402-471-0054

LB 1220

Revision: 00

FISCAL NOTE
LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)				
	FY 2022-23		FY 2023-24	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS	See Below	See Below		
CASH FUNDS				
FEDERAL FUNDS	See Below			
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.

LB1220 states the intent to appropriate \$1,000,000 of federal funds from the federal American Rescue Plan Act (ARPA) for FY2022-23 to the Nebraska Department of Education (NDE) & carries the emergency clause.

NDE will provide premium payments of \$10,000 to 100 teachers that are working in an underserved community, as determined by NDE.

EXPENDITURES:

A school district's state aid could be affected by these payments due to employee salaries being a factor in the Nebraska Tax Equity & Educational Opportunities Support Act (TEEOSA) formula. Amounts cannot be determined as this time.

The Nebraska Department of Revenue (DOR) estimates minimal costs to meet the provisions & those costs can be absorbed by the agency.

REVENUE:

DOR estimates an increase of \$50,000 in General Fund revenue in FY 2022-23 due to the increase of taxable income to the employee's salary.

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE			
LB:	1220	AM:	AGENCY/POLT. SUB: Nebraska Department of Education
REVIEWED BY:	Gary Bush	DATE:	2/9/22
		PHONE:	(402) 471-4161
<p>COMMENTS: Agree with the agency that the bill would provide Federal Funds to the agency. The maximum funding available under the federal Coronavirus State Fiscal Recovery Fund is \$1.04 billion, of which only \$520 million is currently available. Appropriation of these funds must be balanced in aggregate in order to avoid over obligation.</p> <p>Technical Note: The language in section 1 of the bill does not provide the level of detail necessary to enact the appropriations intended.</p>			

CONTINUED

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

LB: 1220 AM: AGENCY/POLT. SUB: Nebraska Department of Revenue

REVIEWED BY: Gary Bush DATE: 2/24/22 PHONE: (402) 471-4161

COMMENTS: No basis to disagree with the estimate provide. Agree with agency that other lottery beneficiaries would be negatively impact by the provisions of the bill.
The maximum funding available under the federal Coronavirus State Fiscal Recovery Fund is \$1.04 billion, of which only \$520 million is currently available. Appropriation of these funds must be balanced in aggregate in order to avoid over obligation.
Technical Note: The language in section 1 of the bill does not provide the level of detail necessary to enact the appropriations intended.

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

2022

LB⁽¹⁾ 1220

FISCAL NOTE

State Agency OR Political Subdivision Name: ⁽²⁾ Education

Prepared by: ⁽³⁾ Lane Carr Date Prepared: ⁽⁴⁾ 1.10.22 Phone: ⁽⁵⁾ 4024193012

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	<u>FY 2022-23</u>		<u>FY 2023-24</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	_____	_____	_____	_____
CASH FUNDS	_____	_____	_____	_____
FEDERAL FUNDS	<u>\$1,000,000</u>	_____	_____	_____
OTHER FUNDS	_____	_____	_____	_____
TOTAL FUNDS	<u><u>\$1,000,000</u></u>	<u>_____</u>	<u>_____</u>	<u>_____</u>

Explanation of Estimate:

The bill would require the NDE to provide premium payments of \$10,000 to teachers working in underserved communities. The bill intends to appropriate \$1 million from Federal ARP funds.

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2022-23</u>	<u>2023-24</u>
	<u>22-23</u>	<u>23-24</u>	<u>EXPENDITURES</u>	<u>EXPENDITURES</u>
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Benefits.....	_____	_____	_____	_____
Operating.....	_____	_____	_____	_____
Travel.....	_____	_____	_____	_____
Capital outlay.....	_____	_____	_____	_____
Aid.....	_____	_____	<u>\$1,000,000</u>	_____
Capital improvements.....	_____	_____	_____	_____
TOTAL.....	_____	_____	<u><u>\$1,000,000</u></u>	_____

