

FISCAL NOTE
 LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)				
	FY 2024-25		FY 2025-26	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS	\$5,133,905	\$344,000	\$4,977,097	\$303,000
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	\$5,133,905	\$344,000	\$4,977,097	\$303,000

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

LB1052 would allow a kindergarten through twelfth grade teacher employed at an approved or accredited public, private, denominational, or parochial school in Nebraska to receive reimbursement for school supplies that were paid for by such teacher.

Beginning in FY2024-25, teachers that have paid for school supplies can apply to the Nebraska Department of Education (NDE) to receive up to \$300 dollars in reimbursement each school year.

The Nebraska State Board of Education will develop the policy relating to the types of school supplies that would qualify for reimbursement & NDE will make it available on their website.

NDE indicates that there are approximately twenty-seven thousand teachers in Nebraska that would be eligible to apply for the reimbursement.

EXPENDITURES:

NDE estimates the need for an additional FTE to review & process the reimbursement requests. For FY2024-25, that FTE would have a salary/benefits expense of \$97,871; operating expenses of \$18,525; & travel expenses of \$1,109. For FY2025-26, that FTE would have a salary/benefits expense of \$102,154; operating expenses of \$15,037; & travel expenses of \$1,142.

NDE estimates the need for an additional FTE to create & build the system needed for the teachers' reimbursement requests. For FY2024-25, that FTE would have a salary/benefits expense of \$130,268; operating expenses of \$24,657; & travel expenses of \$1,475. For FY2025-26, that FTE would have a salary/benefits expense of \$114,486; operating expenses of \$20,014; & travel expenses of \$1,519.

The Legislative Fiscal Office (LFO) estimates that sixty percent of Nebraska's teachers will utilize the reimbursement available which creates a General Fund expenditure of \$4,860,000 for each fiscal year.

LFO estimates only a three percent increase in salary and that NDE would not need the IT Applications Developer Senior FTE for FY2025-26 as they are only needed to build & create the system that would start in FY2024-25. For FY2025-26, the FTE that would review & process the reimbursements would have a salary/benefits expense of \$100,918; operating expenses of \$15,037; & travel expenses of \$1,142.

REVENUES:

The Nebraska Department of Revenue estimates \$344,000 in General Fund revenue for FY2024-25 & \$303,000 in General Fund revenue for FY2025-26 as the \$300 being reimbursed by NDE will be taxable income.

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE				
LB:	1052	AM:	AGENCY/POLT. SUB: Nebraska Department of Education	
REVIEWED BY:	Gary Bush	DATE:	1/18/24	PHONE: (402) 471-4161
COMMENTS: The estimate provided for reimbursement for school supplies for approximately 27,000 teachers appear to be reasonable. Adding to staff to manage a new program is also reasonable but the assumption of a 5% salary increase in FY2025-26 is not.				

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

LB: 1052 AM: AGENCY/POLT. SUB: Department of Revenue

REVIEWED BY: Gary Bush DATE: 1/17/24 PHONE: (402) 471-4161

COMMENTS: Agree with the agency's estimate of the fiscal impact from the bill.

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

LB: 1052 AM: AGENCY/POLT. SUB Nebraska Public Employees Retirement System

REVIEWED BY: Gary Bush DATE: 1/17/24 PHONE: (402) 471-4161

COMMENTS: Agree with the agency estimate of no fiscal impact.

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

2024

LB⁽¹⁾ 1052

FISCAL NOTE

State Agency OR Political Subdivision Name: ⁽²⁾ Education

Prepared by: ⁽³⁾ Lane Carr Date Prepared: ⁽⁴⁾ 1.17.24 Phone: ⁽⁵⁾ 402.419.3012

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	<u>FY 2024-25</u>		<u>FY 2025-26</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	<u>8,373,905</u>	<u> </u>	<u>8,375,833</u>	<u> </u>
CASH FUNDS	<u> </u>	<u> </u>	<u> </u>	<u> </u>
FEDERAL FUNDS	<u> </u>	<u> </u>	<u> </u>	<u> </u>
OTHER FUNDS	<u> </u>	<u> </u>	<u> </u>	<u> </u>
TOTAL FUNDS	<u>8,373,905</u>	<u> </u>	<u>8,375,833</u>	<u> </u>

Explanation of Estimate:

LB1052 would provide an up to \$300 reimbursement for school supplies for all teachers in accredited public, private, denominational, and parochial schools in grades K-12. There are roughly 27,000 full time teachers in Nebraska. If each applied for reimbursement, the total aid would be \$8,100,000. The NDE would also need two FTEs to build a system, and review and process reimbursement requests.

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2024-25</u>	<u>2025-26</u>
	<u>24-25</u>	<u>25-26</u>	<u>EXPENDITURES</u>	<u>EXPENDITURES</u>
Program Specialist II	<u>1</u>	<u>1</u>	<u>61,805</u>	<u>64,895</u>
IT Applications Developer Senior	<u>1</u>	<u>1</u>	<u>82,263</u>	<u>86,376</u>
Benefits.....			<u>84,071</u>	<u>86,850</u>
Operating.....			<u>43,182</u>	<u>35,051</u>
Travel.....			<u>2,584</u>	<u>2,661</u>
Capital outlay.....			<u> </u>	<u> </u>
Aid.....			<u>8,100,000</u>	<u>8,100,000</u>
Capital improvements.....			<u> </u>	<u> </u>
TOTAL.....			<u>8,373,905</u>	<u>8,375,833</u>

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

2024

LB⁽¹⁾ 1052

FISCAL NOTE

State Agency OR Political Subdivision Name: ⁽²⁾ Nebraska Public Employees Retirement System

Prepared by: ⁽³⁾ Teresa Zulauf Date Prepared: ⁽⁴⁾ 1-16-24 Phone: ⁽⁵⁾ 402-471-7745

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	<u>FY 2024-25</u>		<u>FY 2025-26</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	_____	_____	_____	_____
CASH FUNDS	<u>0</u>	_____	<u>0</u>	_____
FEDERAL FUNDS	_____	_____	_____	_____
OTHER FUNDS	_____	_____	_____	_____
TOTAL FUNDS	<u>0</u>	_____	<u>0</u>	_____

Explanation of Estimate:

LB 1052 is a bill to allow a teacher employed at an approved or accredited public, private, denominational, or parochial school in this state to receive reimbursement for school supplies paid for by the teacher.

No fiscal impact to NPERS Agency 085 operations expenditures.

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2024-25</u>	<u>2025-26</u>
	<u>24-25</u>	<u>25-26</u>	<u>EXPENDITURES</u>	<u>EXPENDITURES</u>
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Benefits.....	_____	_____	_____	_____
Operating.....	_____	_____	_____	_____
Travel.....	_____	_____	_____	_____
Capital outlay.....	_____	_____	_____	_____
Aid.....	_____	_____	_____	_____
Capital improvements.....	_____	_____	_____	_____
TOTAL.....	_____	_____	_____	_____

