PREPARED BY: DATE PREPARED: PHONE: Suzanne Houlden February 06, 2024 402-471-0057

LB 1393

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 20	25-26			
	EXPENDITURES	REVENUE	EXPENDITURES REVENUE				
GENERAL FUNDS							
CASH FUNDS							
FEDERAL FUNDS							
OTHER FUNDS			\$169,650				
TOTAL FUNDS	\$0		\$169,650				

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

LB 1393 proposes amendments to the Nebraska Student Athlete Name, Image, or Likeness Rights Act (NIL) which allow Nebraska's postsecondary institutions to be more directly involved with regards to NIL activities. The proposed changes would allow the college or university to better use department resources (e.g. facilities, photo/video, social media, etc.), and better activate existing relationships with corporate sponsors. LB 1393 also seeks to protect the private nature of the business relationship between student-athletes and third-party entities by prohibiting terms of a student-athlete's NIL agreement from being disclosed publicly. Further, it would allow institutions in Nebraska to compensate a student-athlete for the use of the student-athlete's name, image, or likeness should that be allowed by a college athletic association policy change, court order, or settlement agreement.

Of the postsecondary entities queried, only the University of Nebraska (NU) system notes a potential fiscal impact, depending on the level of University participation in NIL activities. NU's estimate of \$169,650 includes the cost of one additional attorney to provide legal support if significant NIL activities are brought in-house (in the event such activities are allowable). This expense would be borne by the University and would come from their "Other" funds rather than from appropriated General Funds.

No fiscal impact to the state.

A	DMINISTRA	TIVE SERVICES	S STATE BUDGET DIVISION	I: REVIEW OF AGE	NCY & POLT. SUB. RESPONSE		
LB:	1393	AM:	AGENCY/POLT. SUB:	Nebraska State Co	llege System		
REVII	EWED BY:	Gary Bush	DATE:	1/25/24	PHONE: (402) 471-4161		
COMI	COMMENTS: Agree with the agency's estimate of no fiscal impact.						

A	ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE						
LB:	1393	AM:	AGENCY/POLT. SUB: Uni	versity of Nebras	ska		
REVI	REVIEWED BY: Gary Bush DATE: 2/6/24 PHONE: (402) 471-4161						
СОМ	COMMENTS: Agree that it is likely the University might require an additional attorney.						

	ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE							
LB:	LB: 1393 AM: AGENCY/POLT. SUB: Metropolitan Community College							
REV	REVIEWED BY: Gary Bush DATE: 1/30/24 PHONE: (402) 471-4161							
	COMMENTS: Agree with the estimate of no fiscal impact provided that the community college does not have student athletes.							

A	ADMINISTRA	ATIVE SERVICES	STATE BUDGET DIVISION: REVIEW	V OF AGE	NCY & POLT. SUB. RESPONSE		
LB:	1393	AM:	AGENCY/POLT. SUB: Ne	braska Co	mmunity College Association		
REVI	EWED BY:	Gary Bush	DATE:	1/30/24	PHONE: (402) 471-4161		
COMMENTS: Agree with the agency that there would be no fiscal impact to Nebraska Community College Association.							

LB (1)	1393	}						FISCAL NOTE	
State Ag	gency OR I	Political S	Subdivision Name: (2	Metropo	Metropolitan Community College				
Prepare	ed by: (3)	Brend	a Schumacher	Date l	Prepared: ⁽⁴⁾	1/24/24	Phone: (5)	(531)622-2406	
			ESTIMATE PRO	VIDED BY S	TATE AGENO	CY OR POLITICAL	SUBDIVIS	ION	
			F	Y 2024-25			FY 2025	-26	
			EXPENDITURE		REVENUE	EXPENDITU		REVENUE	
GENER	RAL FUN	DS	0	<u> </u>		0			
CASH I	FUNDS		0			0			
FEDER	AL FUNI	OS	0			0			
OTHE	R FUNDS		0			0			
TOTAL	TOTAL FUNDS 0								
Explana	ation of E	stimate:	We do not have s	student athle	tes so this bill	would not apply to	MCC.		
D	10		BREAKDO	WN BY MA.	OR OBJECTS	OF EXPENDITUE	<u>RE</u>		
Persona	al Services	S:	1	NUMBER OF	POSITIONS	2024-25		2025-26	
	POSIT	ION TI		<u>24-25</u>	<u>25-26</u>	EXPENDITU	RES	EXPENDITURES	
Ronofit	6								
						-			
•	U					-			
Capital	improven	nents							
TO	TAL								

LB ⁽¹⁾ 1393					FISCAL NOTE			
State Agency OR Political Subdivision	Name: (2) Neb	Nebraska Community College Association						
Prepared by: (3) Courtney Wittst	ruck D	ate Prepared: (4)	Jan. 25, 2024	Phone: (5)	402-381-2084			
ESTIMAT	TE PROVIDED	BY STATE AGEN	NCY OR POLITICA	L SUBDIVIS	SION			
	FY 2024-	a 5		FY 2025	5-96			
EXPEN	DITURES	REVENUE	EXPENDIT		REVENUE			
GENERAL FUNDS								
CASH FUNDS								
FEDERAL FUNDS								
OTHER FUNDS								
TOTAL FUNDS	0	0	0		0			
Explanation of Estimate: No projected fiscal impact								
	EAKDOWN BY	MAJOR OBJECT	S OF EXPENDIT	<u>JRE</u>				
Personal Services:	NUMBE	R OF POSITION	S 2024-2	<u></u>	2025-26			
POSITION TITLE			EXPENDIT		EXPENDITURES			
								
Benefits								
Operating								
Travel								
Capital outlay								
Aid								
Capital improvements								
TOTAL			-					

LB (1) 1393 Change provisions of the Nebraska Student-Athlete Name, Image, or Likeness Rights Act

FISCAL NOTE

State Agency OR Political Subdivision Name: (2) **University of Nebraska System** Prepared by: (3) Chris Kabourek Phone:(5) Date Prepared: (4) 01/31/2024 (402) 472-7102 ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION FY 2024 - 25 FY 2025 - 26 **EXPENDITURES EXPENDITURES REVENUE REVENUE GENERAL FUNDS** 0.00 0.00 0.00 0.00 **CASH FUNDS** 0.00 0.00 0.00 0.00 FEDERAL FUNDS 0.00 0.00 0.00 0.00 OTHER FUNDS 0.00 0.00 169.650.00 0.00 **TOTAL FUNDS** 0.00 169.650.00 0.00 0.00

Explanation of Estimate:

Personal Services:

As many elements of the proposed legislation are permissive or contingent upon other events, fiscal impact will depend on the level of University participation in additional NIL activities. Included in this estimate is the cost of one additional attorney to provide legal support if significant NIL activities are brought in-house (in the event such activities are allowable).

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

POSITION TITLE	NUMBER OF <u>24 - 25</u>	POSITIONS 25 - 26	2024 - 25 EXPENDITURES	2025 - 26 EXPENDITURES
Associate General Counsel	0	1		130,000.00
_	0	0		
Benefits				39,650.00
Operating				
Travel				
Capital outlay				
Aid				
Capital improvements				
TOTAL				169,650.00

LB ⁽¹⁾ 1393	3					FISCAL NOTE			
State Agency OR 1	Political Subdivision Name: (Nebra	Nebraska State College System						
Prepared by: (3)	Monte Kramer	Dat	e Prepared: ⁽⁴⁾	1-23-2024	Phone: (5)	402-471-2507			
	ESTIMATE PRO	VIDED BY	STATE AGEN	NCY OR POLITIC	AL SUBDIVIS	ION			
	<u>EXPENDITUR</u>	<u>Y 2024-25</u> <u>ES </u>		EXPENDI	<u>FY 2025</u> <u>FURES</u>	<u>-26</u> <u>REVENUE</u>			
GENERAL FUN	IDS								
CASH FUNDS									
FEDERAL FUN		<u> </u>							
OTHER FUNDS									
TOTAL FUNDS									
Explanation of E	Estimate:								
No fiscal impac	J.,								
D		OWN BY M	AJOR OBJECT	TS OF EXPENDIT	<u>'URE</u>				
Personal Service		NUMBER	OF POSITION	S 2024-	25	2025-26			
POSIT	TION TITLE	<u>24-25</u>	<u>25-26</u>	EXPENDI	<u>TURES</u>	EXPENDITURES			
	_		_	_					
			_	_					
-									
	ments								