

Update Fiscal Note

FISCAL NOTE

LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)

	FY 2025-26		FY 2026-27	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS	See Below		See Below	
CASH FUNDS				
FEDERAL FUNDS				
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.

LB511 redefines solicitation of prostitution as commercial sexual exploitation, strengthening penalties and expanding legal definitions to better address human trafficking and exploitation. The bill increases consequences for offenders while also allowing first-time convictions to be set aside in certain cases, promoting rehabilitation.

To enhance enforcement, LB511 establishes a grant program to provide funding for law enforcement agencies to combat sex trafficking and prostitution more effectively. It is the legislature intent to appropriate \$100,000 from the General Fund for FY25-2026 to support this program. Additionally, it expands Nebraska's Sex Offender Registration Act, ensuring that certain offenses are included under mandatory registration.

The bill also mandates the Nebraska Department of Health and Human Services (DHHS) to launch public awareness campaigns focused on human trafficking, pornography, and the impact of prostitution. The Nebraska Commission on Law Enforcement and Criminal Justice will oversee grant distribution and administer educational programs for first-time offenders, while the Nebraska State Patrol will ensure compliance with the new registration requirements and support outreach initiatives to educate communities on the dangers of trafficking and exploitation.

The Supreme Court has stated that LB 511 will have a minimal fiscal impact and will not require any additional resources.

LB511 allocates \$50,000 to the Department of Health and Human Services for two educational campaigns. \$25,000 will fund efforts promoting marital fidelity, home ownership, work-life balance, parenting, financial literacy, and anger management. The remaining \$25,000 will focus on raising awareness about the harmful effects of pornography, the dangers of prostitution, and the negative consequences of sexual activity outside of committed relationships.

The Nebraska State Patrol is allocated \$25,000 from the General Fund for FY2025-2026 to implement new registration requirements under the Sex Offender Registration Act and any related changes introduced by the bill. The State Patrol has determined that this funding is sufficient to cover the operational costs necessary to comply with LB511's requirements.

LB511 directs the Crime Commission to develop or approve evidence-based programs for offenders, requiring a one-time cost of \$105,000 to secure a qualified third-party for program development.

Additionally, Section 14 mandates the Crime Commission to administer grants for law enforcement agencies to offset costs associated with changes to N.R.S. 28-801.01. The bill states intent to appropriate \$100,000 for this grant program to effectively implement and oversee this process, the agency states the need for an additional staff member will be needed to manage programming, fund distribution, and compliance monitoring.

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE			
LB: 511	AM:	AGENCY/POLT. SUB: Supreme Court	
REVIEWED BY:	Jacob Leaver	DATE: 3/7/2025	PHONE: (402) 471-4173
COMMENTS: Concur with the Supreme Court's minimal fiscal impact as a result of LB 511.			

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE			
LB: 511	AM:	AGENCY/POLT. SUB: Department of Correctional Services	
REVIEWED BY:	Jacob Leaver	DATE: 2/6/2025	PHONE: (402) 471-4173
COMMENTS: Concur with the Department of Correctional Services' estimate of no fiscal impact as a result of LB 511.			

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE			
LB: 511	AM:	AGENCY/POLT. SUB: Crime Commission	
REVIEWED BY:	Jacob Leaver	DATE: 1/24/2025	PHONE: (402) 471-4173
COMMENTS: Concur with the Crime Commission's estimated fiscal impact as a result of LB 511.			

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE			
LB: 511	AM:	AGENCY/POLT. SUB: Department of Health and Human Services	
REVIEWED BY:	Jacob Leaver	DATE: 3/7/2025	PHONE: (402) 471-4173
COMMENTS: Concur with the Department of Health and Human Services' estimated fiscal impact as a result of LB 511. <u>Technical Note:</u> The current appropriation language is not sufficient to create an appropriation. The fiscal impact assessment assumes an accompanying A-bill articulating appropriation in accordance with §49-804.			

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE			
LB: 511	AM:	AGENCY/POLT. SUB: State Patrol	
REVIEWED BY:	Jacob Leaver	DATE: 2/4/2025	PHONE: (402) 471-4173
COMMENTS: Concur with the State Patrol's estimated fiscal impact as a result of LB 511.			

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

2025

LB⁽¹⁾ 511

FISCAL NOTE

State Agency OR Political Subdivision Name: ⁽²⁾ Crime Commission

Prepared by: ⁽³⁾ Bryan Tuma Date Prepared: ⁽⁴⁾ 1/23/25 Phone: ⁽⁵⁾ 531-893-0405

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	<u>FY 2025-26</u>		<u>FY 2026-27</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	<u>188,175</u>	<u></u>	<u>87,253</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>188,175</u>	<u></u>	<u>87,253</u>	<u></u>

Explanation of Estimate:

Section 3, requires the Crime Commission to develop or approve programs for offenders based on an evidence-based program, or best practices from other jurisdictions. The agency would require the services of a qualified third-party to develop this program. The agency would estimate the one-time cost for this initiative to be \$105,000.

Section 14; requires the Crime Commission to provide grant services to law enforcement agencies to help defray the costs associated with revisions to N.R.S. 28-801.01. The agency would require an additional staff member to address implementation of the process, administer programming, and account for the distribution and monitoring of funds.

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2025-26</u>	<u>2026-27</u>
	<u>25-26</u>	<u>26-27</u>	<u>EXPENDITURES</u>	<u>EXPENDITURES</u>
Federal Aid Administrator III	<u>1</u>	<u>1</u>	<u>60,500</u>	<u>63,521</u>
Benefits.....			<u>21,175</u>	<u>22,232</u>
Operating.....			<u>105,000</u>	<u>0</u>
Travel.....			<u>1,500</u>	<u>1,500</u>
Capital outlay.....			<u></u>	<u></u>
Aid.....			<u></u>	<u></u>
Capital improvements.....			<u></u>	<u></u>
TOTAL.....			<u>188,175</u>	<u>87,253</u>

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

State Agency or Political Subdivision Name:(2) Department of Health and Human Services

Prepared by: (3) John Meals

Date Prepared 3-7-25

Phone: (5) 471-6719

	<u>FY 2025-2026</u>		<u>FY 2026-2027</u>	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS	\$50,000		\$50,000	
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	\$50,000	\$0	\$50,000	\$0

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

Explanation of Estimate:

LB511 intends to appropriate \$50,000 to the Department of Health and Human Services to conduct two campaigns:

- \$25,000 to conduct an education and awareness campaign to prepare for and/or promote:
 - marital fidelity and harmony
 - home ownership
 - a healthy work and life balance
 - the arrival of children, teach healthy parenting and child-rearing.
 - financial literacy and
 - anger management, and
- \$25,000 to conduct an educational campaign highlighting:
 - the damages caused to healthy relationships by pornography
 - the inherent dangers of prostitution and
 - the logical negative outcomes from sexual activities outside of a committed relationship.

MAJOR OBJECTS OF EXPENDITURE

PERSONAL SERVICES:				
POSITION TITLE	NUMBER OF POSITIONS		2025-2026	2026-2027
	25-26	26-27	EXPENDITURES	EXPENDITURES
Benefits.....				
Operating.....			\$50,000	\$50,000
Travel.....				
Capital Outlay.....				
Aid.....				
Capital Improvements.....				
TOTAL.....			\$50,000	\$50,000

2025

FISCAL NOTE

Prepared by: ⁽³⁾ Carol Aversman Date Prepared: ⁽⁴⁾ 01/29/2025 Phone: ⁽⁵⁾ 402-471-4545

FY 2025-26**FY 2026-27**

	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	\$25,000			
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	\$25,000			

LB 511 appropriates \$25,000 from the General Fund for fiscal year 2025-26 to the Nebraska State Patrol to implement registration of persons described in subsection (5) of section 29-4003 and to implement any other changes to the Sex Offender Registration Act made by the bill.

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

POSITION TITLE	NUMBER OF POSITIONS		2025-26	2026-27
	<u>25-26</u>	<u>26-27</u>	<u>EXPENDITURES</u>	<u>EXPENDITURES</u>
Benefits.....				
Operating.....			\$25,000	
Travel.....				
Capital outlay.....				
Aid.....				
Capital improvements.....				
TOTAL.....			\$25,000	

State Agency OR Political Subdivision Name: ⁽²⁾ Nebraska Department of Correctional Services

Prepared by: ⁽³⁾ Lisa Stanton

Date Prepared: ⁽⁴⁾ 01/29/2025

Phone: ⁽⁵⁾ (402)479-5702

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	FY 2025-26		FY 2026-27	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS				
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS				

Explanation of Estimate:

NDCS estimates no fiscal impact as a result of LB511.

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE				
Personal Services:				
POSITION TITLE	NUMBER OF POSITIONS		2025-26	2026-27
	25-26	26-27	EXPENDITURES	EXPENDITURES
Benefits.....				
Operating.....				
Travel.....				
Capital outlay.....				
Aid.....				
Capital improvements.....				
TOTAL.....				

State Agency OR Political Subdivision Name: ⁽²⁾ 05 Supreme Court

Prepared by: ⁽³⁾ Eric Asboe

Date Prepared: ⁽⁴⁾ 3/6/2025

Phone: ⁽⁵⁾ 402-326-9215

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	FY 2025-26		FY 2026-27	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS				
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS				

Explanation of Estimate:

Those portions of LB511 that provide for setting aside and sealing cases could increase judicial workload, but no specific estimate can be determined at this time. There will be a minimal fiscal impact to provide judicial education. No additional resources required.

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

POSITION TITLE	NUMBER OF POSITIONS		2025-26	2026-27
	25-26	26-27	EXPENDITURES	EXPENDITURES
Benefits.....				
Operating.....				
Travel.....				
Capital outlay.....				
Aid.....				
Capital improvements.....				
TOTAL.....				