

PREPARED BY: Scott Danigole
 DATE PREPARED: January 30, 2025
 PHONE: 402-471-0055

LB 624

Revision: 00

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.

LB 624 provides legislative intent to appropriate \$10,000,000 of General Funds to the State Treasurer in each year beginning in fiscal year 2026. The appropriation is intended to provide state aid for education scholarships to low-income and at-risk elementary and secondary students to increase access to educational choice and opportunities at private, denominational, or parochial schools.

The State Treasurer estimates the cost to contract with a third party to receive and process applications and disburse scholarship funds to be \$350,000 per year. This estimate appears to be reasonable.

LB 624's intent specifies the entirety of the \$10,000,000 is to be distributed as state aid. Under this circumstance, the Treasurer's estimate of \$350,000 per year would need to be in addition to the amount earmarked for aid.

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE			
LB: 624	AM:	AGENCY/POLT. SUB: State Treasurer	
REVIEWED BY: Ryan Walton	DATE: 1/30/2025	PHONE: (402) 471-4174	
COMMENTS: The State Treasurer's assessment of fiscal impact from LB 624, appears reasonable.			

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2025

LB⁽¹⁾ 624

FISCAL NOTE

State Agency OR Political Subdivision Name: ⁽²⁾ State Treasurer

Prepared by: ⁽³⁾ Jason Walters Date Prepared: ⁽⁴⁾ January 29, 2025 Phone: ⁽⁵⁾ 402-471-2793

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>10,000,000</u>	<u> </u>	<u>10,000,000</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>10,000,000</u>	<u> </u>	<u>10,000,000</u>	<u> </u>

Explanation of Estimate:

LB 624 would have the State Treasurer establish a program to provide education scholarships to low-income and at-risk elementary and secondary students to increase their access to educational choice and opportunities at approved or accredited private, denominational or parochial schools.

The Treasurer will contract with a company to receive and process applications and disburse scholarship funds to schools.

The Treasurer’s Office, based on actual costs to implement LB 1402 in 2024, estimates the cost to contract with a third party at \$350,000.

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>
Benefits.....	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Operating.....	<u> </u>	<u> </u>	<u>350,000</u>	<u>350,000</u>
Travel.....	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Capital outlay.....	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Aid.....	<u> </u>	<u> </u>	<u>9,650,000</u>	<u>9,650,000</u>
Capital improvements.....	<u> </u>	<u> </u>	<u> </u>	<u> </u>
TOTAL.....	<u> </u>	<u> </u>	<u>10,000,000</u>	<u>10,000,000</u>