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LB 21

Revision: 00

FISCAL NOTE
 LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES *				
	FY 2007-08		FY 2008-09	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS	(See Below)		(See Below)	
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS				

*Does not include any impact on political subdivisions. See narrative for political subdivision estimates.

LB 21 changes the computation of the cost growth factor for each cost grouping in the state aid to schools formula (TEEOSA). The bill excludes qualified early childhood membership pursuant to LB 577 (2005) in determining the cost growth factor for each cost group. The intent of LB 577 was to include qualified early childhood membership as formula students in the computation of state aid. The bill inadvertently included these students in the computation of the cost growth factor. Exclusion of the qualified early childhood membership in the computation of the cost growth factor reduces state aid by an estimated \$6.5 million of general funds in 2007-08 and \$10.5 million of general funds in 2008-09.

The bill also changes the certification date for 2007-08 state aid from February 1 to February 15, 2007.