Sandy Sostad January 13, 2016 471-0054

## LB 692

## Revision: 00 FISCAL NOTE LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)					
	FY 2016-17		FY 2017-18		
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE	
GENERAL FUNDS					
CASH FUNDS					
FEDERAL FUNDS					
OTHER FUNDS					
TOTAL FUNDS					

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

LB 692 is the Student Online Personal Protection Act. The bill identifies practices that are prohibited or may not be engaged in by operators of Internet web sites, online applications or services, or mobile applications which are used primarily for elementary, middle school or high school purposes. The bill also provides requirements that are to be met by operators in order to protect student information.

The bill does not identify any entity to enforce the requirements of the bill. School districts and operators of web sites and computer applications will need to structure agreements in compliance with the requirements of the bill. It is assumed contracts that adhere to the requirements of the bill can be handled with existing resources of school districts entering into such agreements.

ADMINISTRATIVE SERVICES-STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSES						
LB:692	AM:	AGENCY/POLT. Nebraska Department of Education				
REVIEWED BY: James Van Bruggen			DATE: 1/15/16	PHONE: 471-4179		
COMMENTS: The bill does not specify the entity responsible for enforcing the requirements the bill places on the operators.						

Please complete <u>ALL</u> (5) blanks in the first three lines.

LB <sup>(1)</sup> 692				FISCAL NOTE	
State Agency OR Poli	tical Subdivision Name: <sup>(2)</sup>	Nebraska Depa			
Prepared by: (3)	ean Folkers	Date Prepared: <sup>(4)</sup> <u>1/13/2016</u> Phone: <sup>(5</sup>		402-471-4740	
	ESTIMATE PROVIDED	BY STATE AGENC	Y OR POLITICAL SUBDIVISIO	ON	
	FY 201	6-17 I		FY 2017-18	
	EXPENDITURES	<u>REVENUE</u>	EXPENDITURES	REVENUE	
GENERAL FUNDS	0	0		0	
CASH FUNDS					
FEDERAL FUNDS					
OTHER FUNDS					
TOTAL FUNDS	0	0		0	

**Explanation of Estimate:** 

The primary focus of the bill is to establish expectations for operators of software systems in Nebraska to protect the privacy of student information.

The bill does not specifically identify what entity is responsible for carrying out or the enforcement of the provisions of the bill. The specific implementation of this law may in fact reside with the Attorney General's office and not require NDE to be involved, however schools may seek assistance from NDE should this become law. The types of support for school districts may include the evaluating service providers or operators meeting the expectations of the law, providing technical assistance for language to be implemented in terms of service agreements and other undetermined resources supporting communication and implementation.

Because of the different possibilities, at this time NDE is UNABLE TO DETERMINE the costs associated with implementation.

BREA	AKDOWN BY	MAJOR OBJECT	<b>TS OF EXPENDITURE</b>	
Personal Services:				
POSITION TITLE	NUMBER OF POSITIONS <u>16-17</u> <u>17-18</u>		2016-17 EXPENDITURES	2017-18 EXPENDITURES
Benefits				
Operating				
Travel				
Capital outlay				
Aid				
Capital improvements				
TOTAL			0	0