Sandy Sostad January 24, 2017 471-0054

## LB 175

## Revision: 00 FISCAL NOTE LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)						
	FY 2017-18		FY 2018-19			
	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 175 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: 175	AM:	AGENCY/POLT. SUB: Department of Educat	ion		
REVIEWED BY: James Van Bruggen		DATE: 1/23/17	PHONE: (402) 471-4179		
COMMENTS: The bill does not specify the entity responsible for enforcing the requirements the bill places on the operators. There may be a fiscal impact for the entity enforcing the requirement.					

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

LB <sup>(1)</sup> 175				FISCAL NOTE
State Agency OR Political Subdivision Name: <sup>(2)</sup>		Nebraska Depa		
Prepared by: <sup>(3)</sup> Dean Folkers		Date Prepared: <sup>(4)</sup>	1/18/2017 Phone: (5)	402-471-4740
	ESTIMATE PROVIDED	BY STATE AGENC	Y OR POLITICAL SUBDIVISI	ON
	FY 201	7-18	FY 201	8-10
<u>EXPENDITURES</u>		REVENUE	EXPENDITURES	<u>REVENUE</u>
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.

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE						
Personal Services:						
POSITION TITLE	NUMBER OF POSITIONS <u>17-18</u> <u>18-19</u>		2017-18 <u>EXPENDITURES</u>	2018-19 <u>EXPENDITURES</u>		
Benefits						
Operating						
Travel						
Capital outlay						
Aid						
Capital improvements						
TOTAL			0	0		

Rev. 01/04/2017