

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 | See Below | | See Below | |
| 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 525 changes the allocation of lottery proceeds from the Nebraska Education Improvement Fund beginning in FY2017-18. The bill provides that 1% of the lottery proceeds from the fund are to be allocated for the Master Teacher Program. The bill also reduces the allocation from the fund for competitive innovative education grants by 1%, from 17% to 16% of the total.

The bill has no net fiscal impact in terms of the total amount of lottery funds distributed on an annual basis. Based upon estimated lottery funds for FY18 and FY19, it is assumed that approximately \$215,600 of lottery funds will be deposited in Master Teacher Program Fund in FY18 and \$186,100 in FY19. The amount available for competitive innovation education grants will decrease by a like amount. The total for FY18 is greater than for FY19 due to an estimated ending balance in FY17 which will be carried over and expended in the following fiscal year.

| ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSES | | | |
|--|-----|---|-----------------------|
| LB: 525 | AM: | AGENCY/POLT. SUB: Department of Education | |
| REVIEWED BY: James Van Bruggen | | DATE: 1/23/17 | PHONE: (402) 471-4179 |
| COMMENTS: The bill reduces lottery funding by 1% for the Education innovative Grant Fund and transfers the money to the Master Teacher Program Fund. | | | |

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

2017

LB⁽¹⁾ 525

FISCAL NOTE

State Agency OR Political Subdivision Name: ⁽²⁾ Adult Program Services

Prepared by: ⁽³⁾ Sharon Katt

Date Prepared: ⁽⁴⁾ 1.22.17

Phone: ⁽⁵⁾ 402.471.2405

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

| | <u>FY 2017-18</u> | | <u>FY 2018-19</u> | |
|--------------------|---------------------|-------------------|---------------------|-------------------|
| | <u>EXPENDITURES</u> | <u>REVENUE</u> | <u>EXPENDITURES</u> | <u>REVENUE</u> |
| GENERAL FUNDS | | | | |
| CASH FUNDS | \$165,000 | \$165,000 | \$165,000 | \$165,000 |
| FEDERAL FUNDS | | | | |
| OTHER FUNDS | | | | |
| TOTAL FUNDS | \$165,000* | \$165,000* | \$165,000* | \$165,000* |

Explanation of Estimate:

*LB525 designates 1% of Lottery Funds to the Master Teacher Program. This amount is estimated to be approximately \$165,000. Per 92NAC22, approximately \$30,000 of this amount would be used for registration fee reimbursement on an annual basis. The balance of the available funds would be pro-rated to provide annual salary bonuses. Operating costs have been minimal in 15-16 and 16-17; therefore no funds are requested to support operating costs.

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

| <u>POSITION TITLE</u> | <u>NUMBER OF POSITIONS</u> | | <u>2017-18</u> | <u>2018-19</u> |
|---------------------------|----------------------------|--------------|---------------------|---------------------|
| | <u>17-18</u> | <u>18-19</u> | <u>EXPENDITURES</u> | <u>EXPENDITURES</u> |
| Benefits..... | | | | |
| Operating..... | | | | |
| Travel..... | | | | |
| Capital outlay..... | | | | |
| Aid..... | | | \$165,000 | \$165,000 |
| Capital improvements..... | | | | |
| TOTAL..... | | | \$165,000* | \$165,000* |