

FISCAL NOTE
 LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)				
	FY 2018-19		FY 2019-20	
	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 778 pertains to voting procedures and property tax levies for school buildings. The bill requires that the authorization to impose a property tax levy to build a school building, addition or improvement to a school building must be voted on by school district patrons at a special election or general election. A majority of those voting is needed to approve the levy. The maximum amount of the levy is unchanged by the bill. Currently, the tax levy may be authorized by a school board or by persons attending an annual or special meeting of the school district. LB 778 also eliminates provisions allowing school boards to transfer to the general fund of the district any portion of the funds derived from the levy that are not required for the purposes for which it was voted.

After the effective date of the bill, school boards may no longer establish a special building fund through an annual levy authorized by the school board. Current law allows a levy of up to \$.14 to be authorized by a school board for purposes of acquiring sites for school buildings, purchasing buildings for schools, and erecting, altering, equipping, and furnishing school buildings or additions. LB 778 provides that the \$.14 levy authorized by a school board may only be used for repairs and alterations of school buildings which do not add space and to equip and furnish school buildings.

Levies approved by school boards for existing projects may continue through FY2020-21 and may not exceed the rate levied for such projects in FY2017-18. Schools with existing levies for projects must file a statement regarding projects and the rate levied with the Auditor of Public Accounts prior to October 1, 2018.

LB 778 has no definite fiscal impact for school districts in terms of revenue received for school building purposes. It is possible that future building projects undertaken by school districts may change pursuant to the bill based upon voter preferences.

NDE will need to revise a rule pursuant to LB 778. It is assumed costs related to revising a rule can be handled with existing resources of the department. The Auditor of Public Accounts will have a slight increase in workload relative to information filed with the agency. The Auditor indicates existing staff and resources can handle any workload increase.

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE				
LB: 778	AM:	AGENCY/POLT. SUB: Auditor of Public Accounts		
REVIEWED BY: Gary Bush	DATE:	01/12/18	PHONE: (402) 471-4161	
COMMENTS: No basis to disagree with estimate provided by the Auditor.				

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE				
LB: 778	AM:	AGENCY/POLT. SUB: Department of Education		
REVIEWED BY: Gary Bush	DATE:	01/10/18	PHONE: (402) 471-4161	
COMMENTS: No basis to disagree with the estimate of cost to conduct a public hearing to revise Rule 2. The need for additional appropriation for this public hearing is minimal as a public hearing to revise Rule 2 could be conducted at the same time as other items before the Board of Education.				

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

2018

LB⁽¹⁾ 778

FISCAL NOTE

State Agency OR Political Subdivision Name: ⁽²⁾ Auditor of Public Accounts

Prepared by: ⁽³⁾ Mary Avery Date Prepared: ⁽⁴⁾ 01/10/2018 Phone: ⁽⁵⁾ 402-471-3686

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	<u>FY 2018-19</u>		<u>FY 2019-20</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	_____	_____	_____	_____
CASH FUNDS	_____	_____	_____	_____
FEDERAL FUNDS	_____	_____	_____	_____
OTHER FUNDS	_____	_____	_____	_____
TOTAL FUNDS	=====	=====	=====	=====

Explanation of Estimate: **No Fiscal Impact**

LB 778, as currently written, requires information to be filed with the Auditor of Public Accounts. Any work necessary will be absorbed using the existing appropriations of Agency 010, Auditor of Public Accounts. At this time, there would be no additional fiscal impact to Agency 010-Auditor of Public Accounts.

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2018-19 EXPENDITURES</u>	<u>2019-20 EXPENDITURES</u>
	<u>18-19</u>	<u>19-20</u>		
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Benefits.....	_____	_____	_____	_____
Operating.....	_____	_____	_____	_____
Travel.....	_____	_____	_____	_____
Capital outlay.....	_____	_____	_____	_____
Aid.....	_____	_____	_____	_____
Capital improvements.....	_____	_____	_____	_____
TOTAL.....	_____	_____	_____	_____

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

2018

LB⁽¹⁾ 778

FISCAL NOTE

State Agency OR Political Subdivision Name: ⁽²⁾ Dept of Education

Prepared by: ⁽³⁾ Bryce Wilson Date Prepared: ⁽⁴⁾ 1/9/18 Phone: ⁽⁵⁾ 402-471-4320

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	<u>FY 2018-19</u>		<u>FY 2019-20</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	<u>\$700</u>	<u> </u>	<u> </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>\$700</u>	<u> </u>	<u> </u>	<u> </u>

Explanation of Estimate:

LB 778 requires a school board to submit a proposition to be voted on by the people of the district anytime the school district wishes to use the special building fund to erect a schoolhouse or school building.

School districts would still be able to use the special building fund for repairs or alterations that do not add space to existing buildings or teacherages and equipping and furnishing school buildings or teacherages without going to a vote of the people in the district.

Projects that begin prior to the effective date of this act may be continued in the special building fund through 2020-21.

Rule 2 would have to be revised to match the changes to the Special Building Fund as noted above.

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2018-19</u>	<u>2019-20</u>
	<u>18-19</u>	<u>19-20</u>	<u>EXPENDITURES</u>	<u>EXPENDITURES</u>
Benefits.....	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Operating.....	<u> </u>	<u> </u>	<u>\$700</u>	<u> </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> </u>	<u> </u>
Capital improvements.....	<u> </u>	<u> </u>	<u> </u>	<u> </u>
TOTAL.....	<u> </u>	<u> </u>	<u>\$700</u>	<u> </u>