

BY: Kathy Tenopir
 DATE PREPARED: February 11, 2019
 PHONE: 471-0058

LB 447

Revision: 00

FISCAL NOTE
 LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)				
	FY 2019-20		FY 2020-21	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS				
CASH FUNDS	\$182,355		\$182,355	
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	\$182,355		\$182,355	

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

LB447 relates to the Nebraska State Historical Society and exempts certain positions from the State Personnel System as follows.

- The associate director of the Conservation Division
- Conservator I positions
- Conservator II positions

The Nebraska State Historical Society indicates the intent to increase the salaries of future hires in the above cited positions an average of 34%. The Historical Society estimates the cost for 4 positions to be \$182,355 per year. The cost of the increase is to be paid from earned income and endowment funds. The Historical Society indicates each conservator brings in over \$70,000.

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE

LB: 447 AM: AGENCY/POLT. SUB: Historical Society

REVIEWED BY: Gary Bush DATE: 02/04/19 PHONE: (402) 471-4161

COMMENTS: No basis to disagree with the estimate provided by the agency if all current conservators were to receive a pay raise because of the provisions of the bill. Disagree with that there would be an immediate impact to the agency. It is likely that the agency would have sufficient resources to pay for some of the raises before needing additional PSL and appropriations.

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

2019

LB⁽¹⁾ 447

FISCAL NOTE

State Agency OR Political Subdivision Name: ⁽²⁾ Nebraska State Historical Society (History Nebraska)

Prepared by: ⁽³⁾ Michelle Furby Date Prepared: ⁽⁴⁾ January 30, 2019 Phone: ⁽⁵⁾ 402-471-3171

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	<u>FY 2019-20</u>		<u>FY 2020-21</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	_____	_____	_____	_____
CASH FUNDS	<u>182,355</u>	_____	<u>182,355</u>	_____
FEDERAL FUNDS	_____	_____	_____	_____
OTHER FUNDS	_____	_____	_____	_____
TOTAL FUNDS	<u><u>182,355</u></u>	<u>_____</u>	<u><u>182,355</u></u>	<u>_____</u>

Explanation of Estimate:

This bill will have no immediate fiscal impact as all Conservator positions are currently filled. However, we expect to see salary increases for future hires that will entice qualified candidates and increase salaries by an average of 34%. Across the three conservator positions and one currently on contract, this increase will eventually amount to approximately \$182,355 per year. The Ford Center operates as a public/private partnership and any increases will be paid from earned income and endowment funds. No general funds will be required. Because each conservator earns over \$70,000 in revenue, the direct cost of not having positions filled is over \$280,000 annually, with additional costs for loss of current customers and inability to work on Nebraska State Historical Society collections.

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2019-20</u>	<u>2020-21</u>
	<u>19-20</u>	<u>20-21</u>	<u>EXPENDITURES</u>	<u>EXPENDITURES</u>
Conservator	<u>4</u>	<u>4</u>	<u>141,265</u>	<u>141,265</u>
Benefits.....			<u>41,090</u>	<u>41,090</u>
Operating.....			_____	_____
Travel.....			_____	_____
Capital outlay.....			_____	_____
Aid.....			_____	_____
Capital improvements.....			_____	_____
TOTAL.....			<u>182,355</u>	<u>182,355</u>