

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 | | | | |
| 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 350 provides authority for a school district to exceed its budget authority for expanded learning opportunity programs. These programs are a school-community partnership providing school-age students and their families with programming, support, activities and services after school, on weekends and when school is not in session. The bill allows districts with more than 1,000 students to exceed the budget limit by up to \$100,000 and schools with 1,000 or fewer students to exceed the limit by up to \$50,000.

The fiscal impact of the bill is unknown. The fiscal impact in terms of increased spending and increased revenue from property taxes for school districts to provide expanded learning opportunities depends upon the number of schools opting to increase spending as allowed by the bill and whether districts are at their levy limit and have the ability to increase their levy for the costs of the programs.

The funding for the expanded learning opportunity programs will initially be provided with increased property taxes generated per the lid exclusion. The amount of aid allocated per the Tax Equity and Educational Opportunities Support Act (TEEOSA) may increase in the future, two years after the increased spending for these programs occurs, when the expenditures are included in the needs calculation for districts which exceed the budget limitation.

| ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE | | | |
|---|-----------|-------|--------------------------------------|
| LB: | 350 | AM: | AGENCY/POLT. SUB: Dept. of Education |
| REVIEWED BY: | Gary Bush | DATE: | 02/06/19 PHONE: (402) 471-4161 |
| COMMENTS: Budget lid exemptions allows school districts to exclude qualifying expenses that would have been included inside their budget lids. Therefore, exemptions to budget lids may allow school districts below the maximum levy to raise property taxes | | | |

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

2019

LB⁽¹⁾ 350

FISCAL NOTE

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

Prepared by: ⁽³⁾ Bryce Wilson Date Prepared: ⁽⁴⁾ 1/17/19 Phone: ⁽⁵⁾ 402-471-4320

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 | _____ | _____ | _____ | _____ |
| FEDERAL FUNDS | _____ | _____ | _____ | _____ |
| OTHER FUNDS | _____ | _____ | _____ | _____ |
| TOTAL FUNDS | ===== | ===== | ===== | ===== |

Explanation of Estimate:

LB 350 provides an exclusion to the budget authority lid for expanded learning opportunity programs or for school based or school linked activities that utilize school community partnerships to expand educational opportunities outside the normal classroom.

Districts with over one thousand students can request an exclusion up to \$100,000. Districts with fewer than one thousand students can request an exclusion up to \$50,000. Districts that receive the Expanded Learning Opportunity Grant are already eligible for an exclusion so this exclusion would only be for property taxes used to fund the expanded learning opportunities.

There is no fiscal impact to NDE or the State. This change would allow some districts to increase their property tax request but since there are very few districts up against their spending lid the impact would likely be very minimal.

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> |
| Benefits..... | _____ | _____ | _____ | _____ |
| Operating..... | _____ | _____ | _____ | _____ |
| Travel..... | _____ | _____ | _____ | _____ |
| Capital outlay..... | _____ | _____ | _____ | _____ |
| Aid..... | _____ | _____ | _____ | _____ |
| Capital improvements..... | _____ | _____ | _____ | _____ |
| TOTAL..... | _____ | _____ | _____ | _____ |