

PREPARED BY: Bill Biven, Jr.
 DATE PREPARED: January 28, 2020
 PHONE: 402-471-0054

LB 1054

Revision: 00

FISCAL NOTE
LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)				
	FY 2020-21		FY 2021-22	
	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.

LB1054 changes the meaning of Required Beginning Date when it comes to state administered retirement plans. The Required Minimum Distribution (RMD) age under the SECURE Act (2019) changes from 70 ½ years old to 72 years old for persons who turned 70 ½ years old on or after January 1, 2020.

The Nebraska Public Employees Retirement Systems (NPERS) estimates minimal expenses, all of which they can absorb, and no other fiscal impact is expected.

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE		
LB: 1054	AM:	AGENCY/POLT. SUB: NPERS
REVIEWED BY: Neil Sullivan	DATE: 1/29/2020	PHONE: (402) 471-4179
COMMENTS: No basis to disagree with the NPERS estimate of minimal fiscal impact from LB 1054.		

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

2020

LB⁽¹⁾ 1054

FISCAL NOTE

State Agency OR Political Subdivision Name: ⁽²⁾ Nebraska Public Employees Retirement Systems (NPERS)

Prepared by: ⁽³⁾ Teresa Zulauf Date Prepared: ⁽⁴⁾ January 28, 2020 Phone: ⁽⁵⁾ 402-471-7745

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	<u>FY 2020-21</u>		<u>FY 2021-22</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	_____	_____	_____	_____
CASH FUNDS	0	_____	0	_____
FEDERAL FUNDS	_____	_____	_____	_____
OTHER FUNDS	_____	_____	_____	_____
TOTAL FUNDS	<u>0</u>	_____	<u>0</u>	_____

Explanation of Estimate:

There will be some programming cost incurred to implement LB 1054. These costs will be minimal and NPERS has spending authority to cover LB 1054.

LB 1054 modifies the plans to bring them in alignment with the SECURE Act passed on 12/20/2019. The RMD age increases from 70 ½ to 72 for those turning 70 ½ after 12/31/2019.

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2020-21</u>	<u>2021-22</u>
	<u>20-21</u>	<u>21-22</u>	<u>EXPENDITURES</u>	<u>EXPENDITURES</u>
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Benefits.....	_____	_____	_____	_____
Operating.....	_____	_____	_____	_____
Travel.....	_____	_____	_____	_____
Capital outlay.....	_____	_____	_____	_____
Aid.....	_____	_____	_____	_____
Capital improvements.....	_____	_____	_____	_____
TOTAL.....	_____	_____	_____	_____