

PREPARED BY: Phil Hovis
 DATE PREPARED: February 05, 2020
 PHONE: 4024710057

LB 1151

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.

No fiscal impact.

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE				
LB:	1151	AM:	AGENCY/POLT. SUB: Coordinating Commission for Postsecondary Education	
REVIEWED BY:	Gary Bush	DATE:	01/31/20	PHONE: (402) 471-4161
COMMENTS: No basis to disagree with the estimate by the agency.				

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE				
LB:	1151	AM:	AGENCY/POLT. SUB: Nebraska Community College Association	
REVIEWED BY:	Gary Bush	DATE:	01/30/20	PHONE: (402) 471-4161
COMMENTS: No basis to disagree with estimate provided..				

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE				
LB:	1151	AM:	AGENCY/POLT. SUB: Nebraska State Colleges	
REVIEWED BY:	Gary Bush	DATE:	02/06/20	PHONE: (402) 471-4161
COMMENTS: Agree with the estimate by the agency. .				

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE				
LB:	1151	AM:	AGENCY/POLT. SUB: University of Nebraska	
REVIEWED BY:	Gary Bush	DATE:	01/30/20	PHONE: (402) 471-4161
COMMENTS: No basis to disagree with estimate provided..				

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

2020

LB⁽¹⁾ 1151

FISCAL NOTE

State Agency OR Political Subdivision Name: ⁽²⁾ Coordinating Commission for Postsecondary Education

Prepared by: ⁽³⁾ Gary Timm Date Prepared: ⁽⁴⁾ 2/3/20 Phone: ⁽⁵⁾ 402-471-0020

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	_____	_____	_____	_____
FEDERAL FUNDS	_____	_____	_____	_____
OTHER FUNDS	_____	_____	_____	_____
TOTAL FUNDS	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>

Explanation of Estimate:

LB 1151 requires Nebraska Opportunity Grant (NOG) financial aid awards to be prioritized to students who demonstrate the greatest financial need that is not met by other sources. Currently, to be eligible for a NOG award, the student, among other requirements, must have an expected family contribution (EFC) that is equal to or less than 110% of the maximum EFC to qualify for a Federal Pell grant. Institutions award NOG scholarships to students that meet this need-based requirement without prioritizing based on greatest financial need.

To fund NOG the commission allocates funding to participating institutions based on the formula found in Neb. Rev. Stat. § 85-1912. Institutions then develop individualized financial aid packages during the entire academic year from several financial aid sources including Federal Pell grants, institutional aid, and NOG based on cost of attendance and financial need.

Institutions have differing aid packaging philosophies when awarding NOG funds to students. Examples include awarding on a first-come first-serve basis, begin awarding on a certain date to all students whose applications are complete or, for institutions that have multiple start dates, reserving a portion of funds to award to each cohort of students.

LB 1151 would require institutions to award NOG on a last-dollar basis and make the determination of greatest financial need after all other financial aid has been awarded to all NOG-eligible students, which could be after the start of the academic year. The commission could incur ongoing additional travel expenses of no more than \$1,500 related to auditing compliance with this requirement and one-time expenses of \$500 for hearing costs related to any changes in rules and regulations. The commission feels any additional costs could be absorbed at current appropriation levels.

No fiscal impact.

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.....			0	0

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

2020

LB⁽¹⁾ 1151

FISCAL NOTE

State Agency OR Political Subdivision Name: ⁽²⁾ 83 Nebraska Community College Association

Prepared by: ⁽³⁾ Greg Adams Date Prepared: ⁽⁴⁾ 1/28/2020 Phone: ⁽⁵⁾ 402 471 4685

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

Explanation of Estimate:

LB 1151 will probably not have a fiscal impact. It is difficult to estimate at this point.

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.....	_____	_____	_____	_____

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

2020

LB⁽¹⁾ 1151

FISCAL NOTE

State Agency OR Political Subdivision Name: ⁽²⁾ Nebraska State College System (NSCS)

Prepared by: ⁽³⁾ Carolyn Murphy Date Prepared: ⁽⁴⁾ _____ Phone: ⁽⁵⁾ 402-471-2505

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	_____	_____	_____	_____
FEDERAL FUNDS	_____	_____	_____	_____
OTHER FUNDS	_____	_____	_____	_____
TOTAL FUNDS	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>

Explanation of Estimate:

LB1151 would add a priority on NOG awards related to financial need. There is no fiscal impact to the NSCS.

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.....	_____	_____	_____	_____

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

2020

LB⁽¹⁾ 1151 _____

FISCAL NOTE

State Agency OR Political Subdivision Name: ⁽²⁾ University of Nebraska _____

Prepared by: ⁽³⁾ Michael Justus _____ Date Prepared: ⁽⁴⁾ January 30, 2020 Phone: ⁽⁵⁾ 402-472-7109 _____

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	_____	_____	_____	_____
FEDERAL FUNDS	_____	_____	_____	_____
OTHER FUNDS	_____	_____	_____	_____
TOTAL FUNDS	<u>_____</u>	<u>_____</u>	<u>_____</u>	<u>_____</u>

Explanation of Estimate:

LB1151 would require that the Nebraska Opportunity Grant (NOG) funds be prioritized to students who demonstrate the greatest financial need that is not met by other sources, and go to the neediest students first. These awards already go to PELL eligible students only.

Consequently, LB1151, if passed, would have no fiscal impact on the University.

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.....	_____	_____	_____	_____