

PREPARED BY: Bill Biven, Jr.  
 DATE PREPARED: March 14, 2023  
 PHONE: 402-471-0054

# LB 221

Revision: 00

## FISCAL NOTE

LEGISLATIVE FISCAL ANALYST ESTIMATE

<b>ESTIMATE OF FISCAL IMPACT – STATE AGENCIES</b> (See narrative for political subdivision estimates)				
	<b>FY 2023-24</b>		<b>FY 2024-25</b>	
	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.

LB221 amends §16-1021 to redefine what salary is relating to all firefighters of a city of the first-class.

Impact would be at the city of the first-class level, no fiscal impact to the state.

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE		
<b>LB: 221</b>	<b>AM:</b>	AGENCY/POLT. SUB: <b>Nebraska Department of Revenue (016)</b>
REVIEWED BY: Joe Wilcox	DATE: 03/10/2023	PHONE: (402) 471-4178
COMMENTS: No basis to disagree with the Nebraska Department of Revenue estimate of No Fiscal Impact to the Agency and No General Fund Revenue Impact from LB 221.		

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE		
<b>LB: 221</b>	<b>AM:</b>	AGENCY/POLT. SUB: <b>City of Norfolk</b>
REVIEWED BY: Joe Wilcox	DATE: 01/17/2023	PHONE: (402) 471-4178
COMMENTS: No basis to disagree with the City of Norfolk estimate of potential Fiscal Impact to the City from LB 221.		



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

**2023**

**LB<sup>(1)</sup> 221**

**FISCAL NOTE**

State Agency OR Political Subdivision Name: <sup>(2)</sup> Nebraska Public Employees Retirement Systems (NPERS)-085

Prepared by: <sup>(3)</sup> Teresa Zulauf Date Prepared: <sup>(4)</sup> 1/23/2023 Phone: <sup>(5)</sup> 402-471-7745

**ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION**

	<u>FY 2023-24</u>		<u>FY 2024-25</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:**

LB 221 will redefine the term of salary under the retirement plan for firefighters of a city of the first class.

NPERS does not currently administer the plan.

No fiscal impact to NPERS Agency 085 operations expenditures.

**BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE**

**Personal Services:**

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2023-24</u>	<u>2024-25</u>
	<u>23-24</u>	<u>24-25</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.

**2023**

**LB<sup>(1)</sup> 221**

**FISCAL NOTE**

State Agency OR Political Subdivision Name: <sup>(2)</sup> City of Norfolk

Prepared by: <sup>(3)</sup> Randy Gates Date Prepared: <sup>(4)</sup> January 13, 2023 Phone: <sup>(5)</sup> (402)844-2011

**ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION**

	<u>FY 2023-24</u>		<u>FY 2024-25</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	\$37,076		\$38,515	
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
<b>TOTAL FUNDS</b>	<u>\$37,076</u>		<u>\$38,515</u>	

**Explanation of Estimate:**

LB 221 changes covered payroll for 1<sup>st</sup> class city fire retirement plans from base pay only to total pay. The City's budgeted fire payroll normally approximates actual.

For FYE 2023 the City budgeted additional covered pay under LB 221 (overtime, holiday pay, etc.) at \$274,547. The City's 13% fire retirement plan contribution on this additional covered pay would be \$35,691. The City's average growth rate in covered payroll for the last 10 FYs is 3.88%. Inflating the estimated FYE 2023 additional City fire retirement plan contribution of \$35,691 at 3.88% for the next 2 FYs results in an estimated increase in the City's fire retirement plan contributions of \$37,076 for FYE 2024 and \$38,515 for FYE 2025.

**BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE**

**Personal Services:**

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2023-24 EXPENDITURES</u>	<u>2024-25 EXPENDITURES</u>
	<u>23-24</u>	<u>24-25</u>		
Benefits.....			\$37,076	\$38,515
Operating.....				
Travel.....				
Capital outlay.....				
Aid.....				
Capital improvements.....				
<b>TOTAL.....</b>			<u>\$37,076</u>	<u>\$38,515</u>