

PREPARED BY: Bill Biven, Jr.  
 DATE PREPARED: January 25, 2024  
 PHONE: 402-471-0054

**LB 1316**

Revision: 00

**FISCAL NOTE**  
 LEGISLATIVE FISCAL ANALYST ESTIMATE

<b>ESTIMATE OF FISCAL IMPACT – STATE AGENCIES</b> (See narrative for political subdivision estimates)				
	<b>FY 2024-25</b>		<b>FY 2025-26</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.**

LB1316 amends §79-3402 & §79-3405 to eliminate provisions related to the increase of the base growth percentage for public school districts.

The district's will no longer be able to increase their base growth percentage by factor of 4%-7%, depending on the district's size, for what is being used to determine their property tax request & the increase has also been approved by seventy percent of their local school board.

LB1316 would impact the school district's spending & taxing ability concerning their General & Special Building Funds, the impact to the districts & those funds cannot be determined at this time.

No Fiscal Impact.

<b>ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY &amp; POLT. SUB. RESPONSE</b>				
LB:	1316	AM:	AGENCY/POLT. SUB: Nebraska Department of Education	
REVIEWED BY:	Gary Bush	DATE:	1/23/24	PHONE: (402) 471-4161
COMMENTS: Agree with the estimate of no fiscal impact to the state.				

<b>ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY &amp; POLT. SUB. RESPONSE</b>				
LB:	1316	AM:	AGENCY/POLT. SUB: Department of Revenue	
REVIEWED BY:	Neil Sullivan	DATE:	1/29/2024	PHONE: (402) 471-4179
COMMENTS: The Department of Revenue assessment of no fiscal impact from LB 1316 appears reasonable.				

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

**2024**

**LB<sup>(1)</sup> 1316**

**FISCAL NOTE**

State Agency OR Political Subdivision Name: <sup>(2)</sup> Lincoln Public Schools

Prepared by: <sup>(3)</sup> Liz Standish Date Prepared: <sup>(4)</sup> 1/29/24 Phone: <sup>(5)</sup> 402-436-1636

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

	FY 2024-25		FY 2025-26	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS		<u>(\$20,370,000)</u>		TBD
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
<b>TOTAL FUNDS</b>		<u>(\$20,370,000)</u>		TBD

**Explanation of Estimate:**

The Lincoln Public School District will lose access to \$20,370,000 in property tax revenue under the property tax request cap calculation in LB 1316. The increase in Special Education reimbursement LB 583 distributed in 2023-2024 was not included in the base cap for the 2023-2024 school year. The additional Special Education reimbursement in LB 583 will be subtracted from the cap for the 2024-2025 school year. The result will be total revenue growth under 3%.

**BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE**

**Personal Services:**

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2024-25 EXPENDITURES</u>	<u>2025-26 EXPENDITURES</u>
	<u>24-25</u>	<u>25-26</u>		
Benefits.....				
Operating.....				
Travel.....				
Capital outlay.....				
Aid.....				
Capital improvements.....				
<b>TOTAL.....</b>				

