

PREPARED BY: Bill Biven, Jr.
DATE PREPARED: February 04, 2025
PHONE: 402-471-0054

LB 161

Revision: 00

FISCAL NOTE

LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)

	FY 2025-26		FY 2026-27	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS			\$2,900,000	
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS			\$2,900,000	

Any Fiscal Notes received from state agencies and political subdivisions are attached following the Legislative Fiscal Analyst Estimate.

LB161 amends §79-1003 relating to the Tax Equity & Educational Opportunities Support Act (TEEOSA).

The definition of Formula Students is updated from sixty percent to one hundred percent of the qualified early childhood education for Fall Membership & Average Daily Membership (ADM) calculations.

FISCAL IMPACT:

The Nebraska Department of Education estimates that the shift from 0.6 to 1.0 FTEs for qualified early childhood students within Formula Students will result in an increase in the TEEOSA calculation of approximately \$2,900,000.

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE

LB: **161** AM: AGENCY/POLT. SUB: **Department of Education**

REVIEWED BY: Kimberly Burns DATE: 02/06/2025 PHONE: (402) 471-4171

COMMENTS: The Department of Education presents a reasonable estimate of impact for FY 2026-27 resulting from LB 161.

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

Prepared by: ⁽³⁾ Bryce Wilson

Date Prepared: ⁽⁴⁾

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ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	FY 2025-26		FY 2026-27	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS			\$2.9 Million	
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS			\$2.9 Million	

Explanation of Estimate:

LB 161 changes the weighting of early childhood students in the TEEOSA formula from .6 FTE to a full 1.0 FTE. The change in weighting will cause some shifting of funds within the formula and will increase the foundation aid amount some but overall changes is minimal. NDE used current year information to estimate what the change would be for FY 2026/27.

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

POSITION TITLE	NUMBER OF POSITIONS		2025-26	2026-27
	25-26	26-27	EXPENDITURES	EXPENDITURES
Benefits.....				
Operating.....				
Travel.....				
Capital outlay.....				
Aid.....				\$2.9 Million
Capital improvements.....				
TOTAL.....				\$2.9 Million