PREPARED BY: DATE PREPARED: PHONE: Bill Biven, Jr. January 21, 2025 402-471-0054

LB 282

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	\$5,150,442	\$378,000	\$4,991,483	\$333,000				
CASH FUNDS								
FEDERAL FUNDS								
OTHER FUNDS								
TOTAL FUNDS	\$5,150,442	\$378,000	\$4,991,483	\$333,000				

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

Beginning with the 2025-26 school year, LB282 would allow a k-12 teacher employed at an approved or accredited public, private, denominational, or parochial school in Nebraska to receive reimbursement up to three hundred dollars for school supplies paid for by that teacher.

The State Board of Education will develop a policy, which will be available on the Nebraska Department of Education's (NDE) website, indicating what the types of school supplies that qualify for reimbursement are.

There are approximately twenty-seven thousand teachers that would be eligible to receive the three hundred dollars reimbursement.

Since an emergency exists, this bill will take effect when passed & approved according to law.

EXPENDITURES:

NDE estimates expenditures of \$8,100,000 annually if all eligible teachers apply for the reimbursement. NDE estimates the need one FTE to create the process & system for reimbursement, & one FTE to support the new program. For FY2025-26, the two FTEs have a salary & benefits expense of \$245,159; & operating expenses of \$45,283. For FY2026-27, the support FTE has a salary & benefits expense of \$113,113; & operating expenses of \$18,370.

The Legislative Fiscal Office (LFO) estimates that sixty percent of Nebraska's teachers will utilize the reimbursement available which creates a General Fund expenditure of \$4,860,000 for each fiscal year.

REVENURES:

The Department of Revenue estimates General Fund revenues of \$378,000 for FY2025-26 & \$333,000 for FY2026-27 due to the increase in teacher income.

ADMINISTR	ATIVE SERVICES S	TATE BUDGET DIVISION: REV	IEW OF AGENCY & POLT. SUB. RESPONSE			
LB: 282	AM:	AGENCY/POLT. SUB: Depa	artment of Education			
REVIEWED BY:	Kimberly Burns	DATE: 01/23/2025	PHONE: (402) 471-4171			
COMMENTS: Based on the assumptions applied, the Department of Education's estimate of fiscal impact from LB 282 appears reasonable. NOTE: The fiscal note identifies the absolute maximum expense impact.						

LB 0282 Fiscal Note 2025

State Agency Estimate							
State Agency Name: Department of Revenue Date Due LFO:							
Approved by: James R. Kamm		Date Prepared:	01/22/2025 Phone: 471-5896				
	FY 2025	5-202 <u>6</u>	FY 2026-2027		FY 2027-2028		
	Expenditures	Revenue	Expenditures	Revenue	<u>Expenditures</u>	Revenue	
General Funds		\$ 378,000	1	\$ 333,000		\$ 293,000	
Cash Funds							
Federal Funds							
Other Funds							
Total Funds		\$ 378,000		\$ 333,000		\$ 293,000	
					· · · · · ·		

LB 282 proposes that the State Department of Education may reimburse a kindergarten through twelfth grade teacher, at an accredited or accredited school, up to three hundred dollars for school supplies paid by the teacher.

It is estimated that this bill will have the following impacts on General Fund revenues:

Fiscal Year	General Fund revenues		
FY 2025-26	\$	378,000	
FY 2026-27	\$	333,000	
FY 2027-28	\$	293,000	
FY 2028-29	\$	295,000	

It is estimated that there will be no cost to the Department of Revenue to implement this bill.

The operative date for this bill is three months after the adjournment of the Legislature.

Major Objects of Expenditure								
Class Code	Classification Title	25-26 <u>FTE</u>	26-27 <u>FTE</u>	27-28 <u>FTE</u>	25-26 Expenditures	26-27 Expenditures	27-28 Expenditures	
Benefits	Benefits							
Operating Costs	Operating Costs.							
Travel.								
Capital Outlay								
Capital Improvements.								
Total								

LB ⁽¹⁾	282					F	FISCAL NOTE
State Age	ency OR I	Political Si	ıbdivision Name: (2)	Education			
Prepare	d by: (3)	Lane C	arr	Date Prepared: ⁽⁴⁾	1.21.25	Phone: (5)	402.419.3012
		ES	TIMATE PROVID	DED BY STATE AGEN	CY OR POLITIC	CAL SUBDIVISI	ON
			FY 9	2025-26		FY 2026	5-27
			EXPENDITURES	<u>REVENUE</u>	EXPEND	<u>ITURES</u>	REVENUE
GENER	AL FUN	DS	\$8,390,442		\$8,23	1,483	
CASH F	UNDS				_		
FEDER	AL FUN	DS			_		
OTHER	FUNDS	}					
TOTAL	FUNDS		\$8,390,442		\$8,23	1,483	

Explanation of Estimate:

LB282 would provide up to \$300 to all teachers in approved or accredited public or non-public schools for school supplies. There are roughly 27,000 full-time teachers in Nebraska. If every teacher applied, the total appropriation would be \$8,100,000. Additionally, the NDE would need staff to support the program and create the process and system for reimbursement.

BREAKD	OWN BY MAJ	OR OBJECTS OF	<u>EXPENDITURE</u>	
Personal Services:				
POSITION TITLE	NUMBER O	F POSITIONS <u>26-27</u>	2025-26 EXPENDITURES	2026-27 <u>EXPENDITURES</u>
Program Specialist II	1	1	66,197	68,348
IT Applications Developer Senior	1		88,108	
Benefits			90,854	44,765
Operating			45,283	18,370
Travel				
Capital outlay				
Aid			8,100,000	8,100,000
Capital improvements				
TOTAL			\$8,390,442	\$8,231,483