

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 | \$103,400 | | \$101,600 | |
| CASH FUNDS | | | | |
| FEDERAL FUNDS | | | | |
| OTHER FUNDS | | | | |
| TOTAL FUNDS | \$103,400 | | \$101,600 | |

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

Under LB 625, The Department of Revenue (DOR) shall develop, maintain, and make available for public inspection on its website a database of financial information from all school districts in the state. The information required shall include, but not be limited to, revenue sources, expenditures, and a balance sheet that contains all assets and liabilities, which reflects all committed and uncommitted funds. The Tax Commissioner shall designate an implementation date for such database which date is on or before January 1, 2026.

School districts shall provide to the DOR such information as is necessary to develop and maintain the database. School districts shall provide updated information to the DOR on an annual basis, and the DOR shall update the database no later than 30 days after receiving any such information.

The bill adds that nothing in the bill requires the disclosure of information which is considered confidential under state or federal law or is not a public record under section 84-712.05.

The DOR estimates 1 FTE Tax Specialist Senior to implement the bill. There is no basis to disagree with this estimate.

| | | | |
|---|-------------------------|--|--|
| ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE | | | |
| LB: 625 | AM: | AGENCY/POLT. SUB: Department of Revenue | |
| REVIEWED BY: Kimberly Burns | DATE: 01/30/2025 | PHONE: (402) 471-4171 | |
| <p>COMMENTS: Disagree with the Department of Revenue's 2026-27 and 2027-28 estimate of fiscal impact. While a full FTE may be needed during implementation, it is unlikely the ongoing maintenance and reporting of school district financial information would require a full-time FTE.</p> <p>TECHNICAL NOTE: The Department of Education publishes an Annual Financial Report through its website containing a detailed listing of revenues and expenditures by school district.</p> | | | |

State Agency Estimate

State Agency Name: Department of Revenue

Date Due LFO:

Approved by: James R. Kamm

Date Prepared: 01/30/2025

Phone: 471-5896

| | <u>FY 2025-2026</u> | | <u>FY 2026-2027</u> | | <u>FY 2027-2028</u> | |
|---------------|---------------------|----------------|---------------------|----------------|---------------------|----------------|
| | <u>Expenditures</u> | <u>Revenue</u> | <u>Expenditures</u> | <u>Revenue</u> | <u>Expenditures</u> | <u>Revenue</u> |
| General Funds | \$ 103,400 | \$ 0 | \$ 101,600 | \$ 0 | \$ 101,600 | \$ 0 |
| Cash Funds | | | | | | |
| Federal Funds | | | | | | |
| Other Funds | | | | | | |
| Total Funds | \$ 103,400 | \$ 0 | \$ 101,600 | \$ 0 | \$ 101,600 | \$ 0 |

LB 625 creates a requirement for the Department of Revenue to develop, maintain, and publish to our website a database of financial information from all school districts in the state. The financial information must, at a minimum, include:

- a) Revenue Sources;
- b) Expenditures; and
- c) Balance sheet that contains all assets and liabilities which shows all committed and uncommitted funds.

The Tax Commissioner will designate an implementation date for the database on or before January 1, 2026.

LB 625 requires the school districts to provide the necessary information to develop and maintain the database, provided that information is not confidential and a public record under Nebraska Public Record Law (84-712.05).

The Department will require 1.0 FTE Tax Specialist Senior to implement the bill.

The operative date for LB 625 is three months after adjournment of the Legislature.

Major Objects of Expenditure

| <u>Class Code</u> | <u>Classification Title</u> | <u>25-26</u> | <u>26-27</u> | <u>27-28</u> | <u>25-26</u> | <u>26-27</u> | <u>27-28</u> |
|---------------------------|-------------------------------|--------------|--------------|--------------|---------------------|---------------------|---------------------|
| | | <u>FTE</u> | <u>FTE</u> | <u>FTE</u> | <u>Expenditures</u> | <u>Expenditures</u> | <u>Expenditures</u> |
| A29622 | Revenue Tax Specialist Senior | 1.0 | 1.0 | 1.0 | \$74,000 | \$76,400 | \$76,400 |
| | | | | | | | |
| | | | | | | | |
| | | | | | | | |
| Benefits..... | | | | | \$24,400 | \$25,200 | \$25,200 |
| Operating Costs..... | | | | | | | |
| Travel..... | | | | | | | |
| Capital Outlay..... | | | | | \$5,000 | | |
| Capital Improvements..... | | | | | | | |
| Total..... | | | | | \$103,400 | \$101,600 | \$101,600 |