

PREPARED BY: Sandy Sostad
 DATE PREPARED: February 09, 2009
 PHONE: 471-0054

LB 654

Revision: 00

FISCAL NOTE
 LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES *				
	FY 2009-10		FY 2010-11	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS				
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS				

*Does not include any impact on political subdivisions. See narrative for political subdivision estimates.

LB 654 allows school districts to borrow money to renovate or expand school facilities. Expansion of facilities shall not exceed 2,500 square feet. The amount borrowed shall not be greater than 70% of the total anticipated receipts from the special building fund for the 10 years immediately following the date of the loan. A unanimous vote of the school board is required and no more than one loan may be obtained concurrently.

The bill has no fiscal impact for the state. The bill provides a longer period of time (10 years) for schools to borrow funds for special building projects. The fiscal impact for school districts is unknown because school construction needs are not known.

DEPARTMENT OF ADMINISTRATIVE SERVICES

REVIEWED BY	William Scheideler	DATE	2/9/09	PHONE	471-2526
COMMENTS					
DEPT. OF EDUCATION – Concur with agency. To clarify LB 654: 1) requires a unanimous vote of the school board; 2) allows only one such agreement at any point in time; and 3) limits the loan amount to a multiple of seven times the amount generate by the current special building fund levy and current valuation base.					