

FISCAL NOTE

LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)					
EXPENDITURES	GENERAL	CASH	FEDERAL	REVOLVING	TOTAL
FY2025-2026	0	0	0	0	0
FY2026-2027	11,728,248	0	0	0	11,728,248
FY2027-2028	0	0	0	0	0
FY2028-2029	0	0	0	0	0
REVENUE	GENERAL	CASH	FEDERAL	REVOLVING	TOTAL
FY2025-2026	0	0	0	0	0
FY2026-2027	0	0	0	0	0
FY2027-2028	0	0	0	0	0
FY2028-2029	0	0	0	0	0

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

LB 863 requires the Nebraska Department of Correctional Services (NDCS) to construct a solid, continuous physical barrier along any abutting residential property line when state-owned property containing certain NDCS facilities is within 100 yards of a residential property line.

The bill applies to NDCS facilities classified as Maximum A, Maximum B, or Medium as of January 1, 2026, and to substantially similar facilities constructed or operated after the act's effective date.

LB 863 would require the NDCS to install barriers along any abutting residential property line when a facility is located within 100 yards of residential property. The agency states that the Reception and Treatment Center in Lincoln and the Nebraska Correctional Center for Women in York would be affected.

NDCS estimates the total cost for barrier design and construction at both locations is \$11,728,248, including \$1,675,464 for design and environmental work, \$8,377,320 for construction, and \$1,675,464 for contingencies. We have no basis to disagree with NDCS, except that we assume the costs will be from the General Fund.

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

2026

LB⁽¹⁾ 863

FISCAL NOTE

State Agency OR Political Subdivision
Name: ⁽²⁾

Nebraska Department of Correctional Services

Prepared by: ⁽³⁾ Lisa Stanton

Date Prepared: 01/15/2026
⁽⁴⁾

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ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	FY 2026-27		FY 2027-28	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS				
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS	\$11,728,248			
TOTAL FUNDS	\$11,728,248			

Explanation of Estimate:

LB863 would require the Department of Correctional Services to construct barriers around facilities located within one hundred yards of any residential property line. The Reception and Treatment Center in Lincoln and the Nebraska Correctional Center for Women in York would be impacted. The estimated cost to construct barriers at abutting residential property lines at both facilities is \$11,728,248. This includes \$1,675,464 for design/environmental costs, \$8,377,320 for construction costs, and \$1,675,464 for contingencies.

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

POSITION TITLE	NUMBER OF POSITIONS		2026-27 EXPENDITURES	2027-28 EXPENDITURES
	26-27	27-28		
Benefits.....				
...				
Operating.....				
....				
Travel.....				
.				
Capital				
outlay.....				
Aid.....				
.				
Capital			\$11,728,248	

improvements.....
TOTAL.....

\$11,728,248	

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE			
LB: 863 Services	AM:	AGENCY/POLT. SUB: Nebraska Department of Correctional	
REVIEWED BY:	Jennifer Alcazar	DATE: 1/22/2026	PHONE: (402) 471-4169
COMMENTS: No basis to dispute the Nebraska Department of Correctional Services' estimate fiscal impact as a result of LB 863.			