

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	0	0	0	0	0
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.

LB1166 amends §79-958 to change the applicability of the employee contribution rate within the School Employees Retirement Act.

Contribution rates are amended as follows:

- the rate that is calculated as of July 1, 2025, will apply beginning July 1, 2025, & prior to July 1, 2026
- the rate that is calculated as of July 1, 2026, will apply beginning July 1, 2026, & prior to September 1, 2027
- beginning in 2027 & each year thereafter, the rate that is calculated as of July 1 of that year will apply beginning September 1 of that year & prior to September 1 of the next year after that year

The bill contains the emergency clause.

NO FISCAL IMPACT

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE			
LB: 1166	AM:	AGENCY/POLT. SUB: Department of Education	
REVIEWED BY: Ryan Walton	DATE: 1/25/2026		PHONE: (402) 471-4174
COMMENTS: The Department of Education's assessment of indeterminate fiscal impact from LB 1166 appears reasonable.			

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE			
LB: 1166	AM:	AGENCY/POLT. SUB: Department of Revenue	
REVIEWED BY: Ryan Walton	DATE: 2/4/2026		PHONE: (402) 471-4174
COMMENTS: The Department of Revenue's assessment of no fiscal impact from LB 1166 appears reasonable.			

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE			
LB: 1166	AM:	AGENCY/POLT. SUB: Nebraska Public Employees Retirement Systems (NPERS)	
REVIEWED BY: Ryan Walton	DATE: 2/3/2026		PHONE: (402) 471-4174
COMMENTS: NPERS' assessment of no fiscal impact from LB 1166 appears reasonable.			

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

2026

LB⁽¹⁾ 1166

FISCAL NOTE

State Agency OR Political Subdivision
Name: ⁽²⁾

Nebraska Department of Education

Prepared by: ⁽³⁾ Bryce Wilson

Date Prepared: 1/22/26
⁽⁴⁾

Phone: ⁽⁵⁾ 402-471-4320

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				
TOTAL FUNDS				

Explanation of Estimate:

LB 1166 changes the period when the employee retirement contribution rate applies beginning with July 1, 2026 with a one-year transition period that changes permanently to match the school districts fiscal year starting in 2027. Aligning the employer rate contribution period to the school fiscal year eliminates some of the budget issues that occur when the rate changes during their fiscal year.

Fiscal impact cannot be determined.

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 improvements.....

TOTAL.....

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

2026

LB⁽¹⁾ 1166

FISCAL NOTE

**State Agency OR Political Subdivision
Name:** ⁽²⁾

Nebraska Public Employees Retirement Systems (NPERS)

Prepared by: ⁽³⁾ **Teresa Zulauf**

Date Prepared: **February 3, 2026** **Phone:** ⁽⁵⁾ **402-471-7745**

⁽⁴⁾

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

FY 2026-27

FY 2027-28

	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS	0		0	
CASH FUNDS	0		0	
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	0		0	

Explanation of Estimate:

LB 1166: Change the applicability of the employee contribution rate under the School Employees Retirement Act. (Changes the date as to when the new contribution rate will apply.)

No fiscal impact to NPERS Agency 085 operations expenditures.

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
improvements.....**

TOTAL.....

State Agency Estimate

State Agency Name: Department of Revenue			Date Due LFO:
Approved by: James R. Kamm	Date Prepared: 02/03/2026		Phone: 471-5896
	FY 2026-2027	FY 2027-2028	FY 2028-2029
	Expenditures	Revenue	Expenditures
General Funds		\$ 0	
Cash Funds			
Federal Funds			
Other Funds			
Total Funds		\$ 0	
			\$ 0

LB 1166 amends the School Employees Retirement Act. It sets three different dates for calculating employee contribution rate (rate):

- The rate calculated as of July 1, 2025, is applied beginning July 1, 2025, and prior to July 1, 2026.
- The rate calculated as of July 1, 2026, is applied beginning July 1, 2026, and prior to September 1, 2027.
- Beginning in 2027, the rate calculated as of July 1 of each year shall apply from September 1 of such year, and prior to September 1 of the next year.

LB 1166 contains an emergency clause and becomes law upon enactment.

It is estimated that LB 1166 will have no impact on General Fund revenues.

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

Major Objects of Expenditure

Class Code	Classification Title	26-27	27-28	28-29	26-27	27-28	28-29
		FTE	FTE	FTE	Expenditures	Expenditures	Expenditures
Benefits.....							
Operating Costs.....							
Travel.....							
Capital Outlay.....							
Capital Improvements.....							
Total.....							