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 DATE PREPARED:  
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**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	SEE BELOW	0	0	0	SEE BELOW
FY2027-2028	SEE BELOW	0	0	0	SEE BELOW
FY2028-2029	SEE BELOW	0	0	0	SEE BELOW
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 1125 requires approval by the Legislature, or the Executive Board if the Legislature is not in session, for any contract by the University of Nebraska to acquire a controlling or sole interest in any hospital or health care facility valued at over \$100 million. LB 1125 also requires that no hospital or academic medical center which serves as the primary affiliate of the University of Nebraska Medical Center may be owned or controlled by a for-profit entity or an out-of-state entity unless the Attorney General determines that such ownership or control is in the public interest.

In its fiscal note, the University of Nebraska references Article VII, Section 10 of the Nebraska Constitution, which vests the University's Board of Regents with the general government of the University, including control and management of its property and affairs. The University further explains that, to the extent that LB 1125 would limit the Board's authority in this area, there could be constitutional concerns that may result in multiple indeterminable fiscal impacts.

The Fiscal Analyst has no basis to disagree.

**LB <sup>(1)</sup> 1125 Require legislative approval of certain University contracts and restrict ownership of certain facilities**

**FISCAL NOTE**

State Agency OR Political Subdivision Name:<sup>(2)</sup> University of Nebraska System

Prepared by:<sup>(3)</sup> Anne Barnes Date Prepared:<sup>(4)</sup> 02/17/2026 Phone:<sup>(5)</sup> (402) 472-2191

**ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION**

	FY 2026 - 27		FY 2027 - 28	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
CASH FUNDS	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
FEDERAL FUNDS	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
OTHER FUNDS	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
TOTAL FUNDS	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>

**Explanation of Estimate:**

The University of Nebraska is governed by the Board of Regents pursuant to Article VII, Section 10 of the Nebraska Constitution, which vests the Board with the general government of the University, including control and management of its property and affairs. The Board has adopted comprehensive bylaws, policies, and standing rules that govern University operations, including uniform procedures for the acquisition and management of real property to ensure compliance with applicable law, Board policies, and fiduciary responsibilities.

In Board of Regents v. Exon, the Nebraska Supreme Court affirmed that the Board of Regents possesses constitutional authority over the governance and property of the University. To the extent LB 1125 would limit or condition the Board's authority in this area, the bill raises constitutional concerns under that precedent and may have multiple indeterminable fiscal impacts.

**BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE**

Personal Services:

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2026 - 27 EXPENDITURES</u>	<u>2027 - 28 EXPENDITURES</u>
	<u>26 - 27</u>	<u>27 - 28</u>		
	<u>0</u>	<u>0</u>		
	<u>0</u>	<u>0</u>		
Benefits.....				
Operating.....				
Travel.....				
Capital outlay.....				
Aid.....				
Capital improvements.....				
TOTAL.....				