

Revised due to amendments adopted through 4-30-09

FISCAL NOTE
 LEGISLATIVE FISCAL ANALYST ESTIMATE

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

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

LB187 amends the State School Employees' Retirement System and the Omaha School Employees' Retirement as follows.

State School Employees' Retirement System

- Increases the employee contribution from 7.28% to 8.28% of compensation for 5 years beginning September 1, 2009.
- Increases the employer contribution since the employer matches the employee contribution at 101% (or from 7.35% to 8.36% of compensation).
- Increases the State contribution of seven-tenths of 1% of compensation to 1% of compensation for 5 years beginning July 1, 2009.

Omaha School Employees' Retirement System

- Increases the employee contribution from 7.03% to 8.03% of compensation beginning September 1, 2009.
- Increases the employer contribution since the employer matches the employee contribution at 100% or an amount necessary to maintain the solvency of the system.
- Increases the State contribution of seven-tenths of 1% of compensation to 1% of compensation for 5 years beginning July 1, 2009.

The fiscal impact is estimated as follows.

	FY2009-10	FY2010-11	FY2011-12	FY2012-13	FY2013-14
State Schools					
1. Employee – 7.28% to 8.28%	15,000,000	15,000,000	15,000,000	15,000,000	15,000,000
2. Employer (a)	15,000,000	15,000,000	15,000,000	15,000,000	15,000,000
3. .7 to 1% (b)	4,334,000	4,334,000	4,508,000	4,688,000	4,688,000
Omaha Schools					
1. Employee – 7.03% to 8.03 %	2,730,000	2,730,000	2,730,000	2,730,000	2,730,000
2. Employer (c)	NA	NA	NA	NA	NA
3. .7 to 1% (b)	885,000	885,000	921,000	958,000	958,000

(a). The employer matches the employee contribution at 101% or increases from 7.35% to 8.36%

(b). Included in AM889 and AM1290 to LB315

(c). The employer contribution matches the employee contribution at 100% or an amount necessary to maintain the solvency of the system. An actuarial study is necessary to determine the employer contribution.