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 DATE PREPARED: February 20, 2007  
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**LB 595**

Revision: 00

**FISCAL NOTE**  
 LEGISLATIVE FISCAL ANALYST ESTIMATE

<b>ESTIMATE OF FISCAL IMPACT – STATE AGENCIES *</b>				
	<b>FY 2007-08</b>		<b>FY 2008-09</b>	
	<b>EXPENDITURES</b>	<b>REVENUE</b>	<b>EXPENDITURES</b>	<b>REVENUE</b>
GENERAL FUNDS	\$125,000		\$125,000	
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	\$125,000		\$125,000	

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

LB 595 terminates the Tax Equity and Educational Opportunities Support Act on June 30, 2009. The bill establishes a seventeen member Task Force on School Funding for Economic Growth. The task force is to hold an organizational meeting by July 1, 2007. Members are to be reimbursed for necessary expenses. Public meetings shall be held in each congressional district. A preliminary report is required by February 14, 2008 and a final report by October 1, 2008. Staff, logistical and technical support for the task force is to be provided by the Legislature and the State Department of Education (NDE). Intent language provides for the appropriation of \$125,000 in 2007-08 and \$125,000 in 2008-09 for the support of the task force.

It is assumed the termination of TEEOSA beginning in 2009-10 will not result in a reduction in state aid for school districts since the bill provides for the plan developed by the task force to include a substantial reduction, if not, elimination of the property tax for the support of education. It is also assumed the Legislature and NDE will be able to provide support for the task force using existing staff and resources of the agencies.