

PREPARED BY: Bill Biven, Jr.  
 DATE PREPARED: January 29, 2021  
 PHONE: 402-471-0054

# LB 452

Revision: 01

Revised to include DAS - Budget comments

## FISCAL NOTE

### LEGISLATIVE FISCAL ANALYST ESTIMATE

<b>ESTIMATE OF FISCAL IMPACT – STATE AGENCIES</b> (See narrative for political subdivision estimates)				
	<b>FY 2021-22</b>		<b>FY 2022-23</b>	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS	\$108,807		\$188,172	
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
<b>TOTAL FUNDS</b>	<b>\$108,807</b>		<b>\$188,172</b>	

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

LB452 creates the Financial Literacy Act.

Beginning with school year 2022-23, each school district, in consultation with the Nebraska Department of Education (NDE), will develop a financial literacy curriculum, which is not limited to: knowledge and skills regarding budgeting, credit, checking and savings accounts, loans, stocks, and insurance, for grades kindergarten through twelve. NDE will create and distribute the recommended financial literacy curriculum guidelines to all school districts. Each district will create its own financial literacy program based on NDE's recommended guidelines.

Each school district will present an annual report to NDE, in a form prescribed by the department, that financial literacy is being taught to students pursuant of this act. NDE will evaluate the effectiveness of the financial literacy program and establish reasonable timelines for the submission of the report. A school district which fails to provide a financial literacy program or fails to provide the annually report of financial literacy education will lose their accreditation status.

On or before July 1, 2027, and on or before July 1 every five years thereafter, each school district will report their baseline data and any other required information as prescribed by NDE for the evaluation of the school district's financial literacy program.

On or before November 1, 2027, and on or before November 1 every five years thereafter, NDE will report the results of the evaluation for each school district to the Clerk of the Legislature, the Education Committee of the Legislature, and the State Board of Education and publish that report on a web site established by NDE.

NDE will need to add 1 FTE to oversee the requirements of LB452 and the additional costs in FY22-23 are to develop the required evaluation process to measure the effectiveness of the program.

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE				
LB:	452	AM:	AGENCY/POLT. SUB: Nebraska Department of Education	
REVIEWED BY:	Gary Bush	DATE:	1/29/21	PHONE: (402) 471-4161
COMMENTS: No basis to disagree with the estimate provided. The assumed salary increase for FY2023 appears to be unreasonable at 4%. Historically, the agency has provided a 1% to 3% increase for their employees. NOTE: The agency submitted their fiscal note so late that the Budget Division was unable to provide comment before the deadline.				

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**2021**

**LB<sup>(1)</sup> 452**

**FISCAL NOTE**

State Agency OR Political Subdivision Name: <sup>(2)</sup> Education

Prepared by: <sup>(3)</sup> Cory Epler Date Prepared: <sup>(4)</sup> 1/20/2021 Phone: <sup>(5)</sup> 1-3240

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

	<u>FY 2021-22</u>		<u>FY 2022-23</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	\$108,807		\$188,172	
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
<b>TOTAL FUNDS</b>	<u>\$108,807</u>		<u>\$188,172</u>	

**Explanation of Estimate:**

The fiscal impact to the Nebraska Department of Education includes an Education Specialist III (1.0 FTE) to oversee the requirements of the law. Additional, fiscal impact includes the development of an evaluation process to measure the effectiveness of the program in FY 2022-2023. Additional fiscal impact will be left to school districts as they implement the requirements.

**BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE**

**Personal Services:**

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2021-22</u>	<u>2022-23</u>
	<u>21-22</u>	<u>22-23</u>	<u>EXPENDITURES</u>	<u>EXPENDITURES</u>
Education Specialist III	1.0	1.0	\$61,696	\$64,164
Benefits.....			\$36,653	\$38,390
Operating.....			\$5,343	\$80,503
Travel.....			\$5,115	\$5,115
Capital outlay.....				
Aid.....				
Capital improvements.....				
<b>TOTAL.....</b>			<u>\$108,807</u>	<u>\$188,172</u>