

FISCAL NOTE
LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)				
	FY 2021-22		FY 2022-23	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS	\$67,259	\$(6,548)	\$68,259	\$(6,548)
CASH FUNDS		\$(64,000)		\$(65,000)
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	\$67,259	\$(70,547)	\$68,259	\$(71,547)

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

LB4 would increase the credit (tuition waiver) for members of the Nebraska Active Selected Reserve from 50% to 75% of resident tuition for courses toward undergraduate degrees.

See attached responses from the University of Nebraska, the Nebraska Community College Association, the Nebraska State College System, and the Nebraska Department of Veterans Affairs (NDVA) for details explaining the projected fiscal impact to their agencies.

The Legislative Fiscal Office has no basis to disagree with the estimates supplied by the four agencies. The above amounts reflect the combined estimated impacts to the University of Nebraska, the Community colleges, and the Nebraska Department of Veterans Affairs (NDVA). The Community Colleges consider tuition to belong in their general fund instead of a cash fund, and their impact projected for FY2021-22 is assumed to continue into FY2022-23.

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE				
LB:	4	AM:	AGENCY/POLT. SUB: Nebraska Community College Association	
REVIEWED BY:	Gary Bush	DATE:	1/14/21	PHONE: (402) 471-4161
COMMENTS: No basis to disagree with the estimate provided of lost tuitions to community colleges. The loss of tuition would not occur for only a single year. The estimate of the number of individuals seeking the credit proposed by the bill appears to be low and could reasonably increase. This would result in a greater loss of tuition revenue in future years.				

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE				
LB:	4	AM:	AGENCY/POLT. SUB: Nebraska State College System	
REVIEWED BY:	Gary Bush	DATE:	1/14/21	PHONE: (402) 471-4161
COMMENTS: No basis to disagree with the agency's estimate of minimal impact to the agency.				

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE				
LB:	4	AM:	AGENCY/POLT. SUB: Coordinating Commission for Postsecondary Education	
REVIEWED BY:	Gary Bush	DATE:	1/14/21	PHONE: (402) 471-4161
COMMENTS: Agree with the agency's estimate of no fiscal impact to the agency.				

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

2021

LB⁽¹⁾ 4

FISCAL NOTE

State Agency OR Political Subdivision Name: ⁽²⁾ Nebraska Community College Association

Prepared by: ⁽³⁾ Greg Adams Date Prepared: ⁽⁴⁾ 1/11/2021 Phone: ⁽⁵⁾ 402 471-4685

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	_____	_____	_____	_____
CASH FUNDS	_____	_____	_____	_____
FEDERAL FUNDS	_____	_____	_____	_____
OTHER FUNDS	_____	_____	_____	_____
TOTAL FUNDS	=====	===== (\$6547.50)	=====	=====

Explanation of Estimate:

The above estimated lost revenue amount is based on the following calculation:

According to the Nebraska Veterans Affairs Office, in 2020 there were a total of six (6) active reservists who made application for tuition credits amongst the six community colleges. Therefore, the total student number was multiplied by 15 credit hours, and then multiplied by the average resident tuition for one semester to find the estimated total tuition. The total tuition was then multiplied by 75% to find the estimated per semester credit cost of \$6547.50 in lost revenue to the six colleges.

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>
Benefits.....	_____	_____	_____	_____
Operating.....	_____	_____	_____	_____
Travel.....	_____	_____	_____	_____
Capital outlay.....	_____	_____	_____	_____
Aid.....	_____	_____	_____	_____
Capital improvements.....	_____	_____	_____	_____
TOTAL.....	_____	_____	_____	_____

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

2021

LB⁽¹⁾ 4

FISCAL NOTE

State Agency OR Political Subdivision Name: ⁽²⁾ Nebraska State College System

Prepared by: ⁽³⁾ Carolyn Murphy Date Prepared: ⁽⁴⁾ January 13, 2021 Phone: ⁽⁵⁾ 402-471-2505

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	_____	_____	_____	_____
CASH FUNDS	_____	_____	_____	_____
FEDERAL FUNDS	_____	_____	_____	_____
OTHER FUNDS	_____	_____	_____	_____
TOTAL FUNDS	<u>_____</u>	<u>Minimal Loss</u>	<u>_____</u>	<u>Minimal Loss</u>

Explanation of Estimate:

LB4 would increase the credit (tuition waiver) for members of the Nebraska Active Selected Reserve from 50% to 75% of resident tuition for courses toward undergraduate degrees. Chadron State, Peru State and Wayne State Colleges have had very few individuals take advantage of the current waiver in the past five years, so we anticipate the lost revenue due to the increased waiver would be minimal.

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>
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Benefits.....	_____	_____	_____	_____
Operating.....	_____	_____	_____	_____
Travel.....	_____	_____	_____	_____
Capital outlay.....	_____	_____	_____	_____
Aid.....	_____	_____	_____	_____
Capital improvements.....	_____	_____	_____	_____
TOTAL.....	_____	_____	_____	_____

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

2021

LB⁽¹⁾ 4

FISCAL NOTE

State Agency OR Political Subdivision Name: ⁽²⁾ Coordinating Commission for Postsecondary Education

Prepared by: ⁽³⁾ Gary Timm Date Prepared: ⁽⁴⁾ 1/12/2021 Phone: ⁽⁵⁾ 402.471.0020

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	_____	_____	_____	_____
CASH FUNDS	_____	_____	_____	_____
FEDERAL FUNDS	_____	_____	_____	_____
OTHER FUNDS	_____	_____	_____	_____
TOTAL FUNDS	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>

Explanation of Estimate:

No fiscal impact to the commission.

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>
Benefits.....	_____	_____	_____	_____
Operating.....	_____	_____	_____	_____
Travel.....	_____	_____	_____	_____
Capital outlay.....	_____	_____	_____	_____
Aid.....	_____	_____	_____	_____
Capital improvements.....	_____	_____	_____	_____
TOTAL.....	_____	_____	<u>0</u>	<u>0</u>

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

2021

LB⁽¹⁾ 4

FISCAL NOTE

State Agency OR Political Subdivision Name: ⁽²⁾ Nebraska Department of Veterans Affairs (NDVA)

Prepared by: ⁽³⁾ Rea Easton Date Prepared: ⁽⁴⁾ 1/25/2021 Phone: ⁽⁵⁾ 531-220-1433

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	3,258.55		3,258.55	
CASH FUNDS	0		0	
FEDERAL FUNDS	0		0	
OTHER FUNDS				
TOTAL FUNDS	<u>3,258.55</u>		<u>3,258.55</u>	

Explanation of Estimate:

The workload related to the implementation of the bill would be an estimated additional 3 hours per week for a staff assistant 1. General fund appropriation would be needed.

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>
Staff Assistant I	.075	.075	2,432.66	2,432.66
Benefits.....			825.89	825.89
Operating.....				
Travel.....				
Capital outlay.....				
Aid.....				
Capital improvements.....				
TOTAL.....			<u>3,258.55</u>	<u>3,258.55</u>

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

2021

LB⁽¹⁾ 4

FISCAL NOTE

State Agency OR Political Subdivision Name: ⁽²⁾ University of Nebraska

Prepared by: ⁽³⁾ Chris Kabourek Date Prepared: ⁽⁴⁾ January 17, 2021 Phone: ⁽⁵⁾ 402-472-7109

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	<u>64,000</u>		<u>65,000</u>	
CASH FUNDS		<u>(64,000)</u>		<u>(65,000)</u>
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	<u><u>64,000</u></u>	<u><u>(64,000)</u></u>	<u><u>65,000</u></u>	<u><u>(65,000)</u></u>

Explanation of Estimate:

The bill extends the tuition credit for military personnel from 50 to 75 percent for undergraduate degrees.

As we understand, this would require the university to waive approximately \$64,000 of tuition revenues in FY 2021-22 and \$65,000 in FY 2022-23.

In order to keep the fiscal impact to the University's budget neutral, this fiscal note reflects additional general funds would be appropriated to the University as Aid.

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>
Benefits.....				
Operating.....				
Travel.....				
Capital outlay.....				
Aid.....			<u>64,000</u>	<u>65,000</u>
Capital improvements.....				
TOTAL.....				