

**FISCAL NOTE**  
**LEGISLATIVE FISCAL ANALYST ESTIMATE**

<b>ESTIMATE OF FISCAL IMPACT – STATE AGENCIES</b> (See narrative for political subdivision estimates)				
	<b>FY 2015-16</b>		<b>FY 2016-17</b>	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS	\$27,501,771			
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	\$27,501,771			

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

LB 58 requires the State Department of Education to allocate funds to school districts in FY2015-16. The amount allocated in FY16 shall be the difference in the amount of state aid appropriated in FY2013-14 and the amount appropriated in FY2014-15. The funds are to be distributed to school districts proportionally based on the number of students in each district and shall be used only to reduce property taxes.

General Fund Fiscal Impact: It is assumed the bill refers to the amount of state aid appropriated pursuant to the Tax Equity and Educational Opportunities Support Act (TEEOSA). The Legislature appropriated \$884,888,317 of general funds for TEEOSA aid in FY14 and will appropriate \$912,390,088 of general funds for TEEOSA aid in FY15, after the supplemental request is factored into the appropriation to reflect actual premium tax receipts. The difference in aid, \$27,501,771, is to be paid to proportionally to school districts in FY16 based upon the number of students in each school district.

It is assumed the one-time expenditure of general funds authorized by the bill will be included as a local receipt for purposes of computing TEEOSA aid, which will reduce state aid by the amount received by equalized districts, two years after the distribution occurs, or in FY2017-18.

Property Taxes: The bill provides for state aid funds to be used to reduce property taxes for school districts. However, there is no mechanism in the bill to ensure that school districts actually use the funds for property tax relief.

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**2015**

**LB<sup>(1)</sup> 58**

**FISCAL NOTE**

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

Dept of Education

Prepared by: <sup>(3)</sup> Bryce Wilson

Date Prepared: <sup>(4)</sup> 1/13/15

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

	<u>FY 2015-16</u>		<u>FY 2016-17</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	\$26,390,510			
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
<b>TOTAL FUNDS</b>	<b>\$26,390,510</b>			

**Explanation of Estimate:** LB 58 calculates the difference between the 2013/14 state aid appropriation and the 2014/15 state aid appropriation. The difference between the two years is to be paid to the non-equalized districts proportionally based on the number of students in each district. This aid is to be certified on or before July 1, 2015. These funds shall be used to reduce property taxes.

**BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE**

**Personal Services:**

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2015-16</u>	<u>2016-17</u>
	<u>15-16</u>	<u>16-17</u>	<u>EXPENDITURES</u>	<u>EXPENDITURES</u>
Benefits.....				
Operating.....			\$26,390,510	
Travel.....				
Capital outlay.....				
Aid.....				
Capital improvements.....				
<b>TOTAL.....</b>			<b>\$26,390,510</b>	