

FISCAL NOTE
LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)				
	FY 2015-16		FY 2016-17	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS			\$538,279	
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS			\$538,279	

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

LB 582 changes the focus school and program allowance in the Tax Equity and Educational Opportunities Support Act (TEEOSA). Currently, the focus school and program allowance provides for the allowance to be calculated by taking the statewide average general fund operating expenditures per formula student times .10 and multiplying this number by the number of students participating in the focus school or program. The bill changes the factor from .10 to .30.

Generally, allowances in the formula attribute expenditures for a specific purpose, such as a focus school or program, to school districts incurring the expenditure which reduces the amount of basic funding available in the formula. The estimated certification of state aid for FY2015-16 shows that Omaha is the only school district currently applying for the focus school or program allowance. The amount of the allowance is \$398,685. The change in the factor will increase the allowance for this school district which reduces basic funding in the formula and also impacts the averaging adjustment.

Using data from the preliminary calculation of state aid for FY2015-16, the bill increases state aid by \$538,279 of general funds. It is assumed the change will impact state aid provided beginning in FY2016-17.

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2015

LB⁽¹⁾ 582

**FISCAL
NOTE**

State Agency OR Political Subdivision Name: ⁽²⁾ Dept of Education

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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	_____	_____	\$250,000	_____
CASH FUNDS	_____	_____	_____	_____
FEDERAL FUNDS	_____	_____	_____	_____
OTHER FUNDS	_____	_____	_____	_____
TOTAL FUNDS	=====	=====	\$250,000	=====

Explanation of Estimate:

The focus school and program allowance equals the statewide average general fund operating expenditures per formula student multiplied by .10 then multiplied by the number of students who will be participating in the focus school or program. If LB 582 passes, the .10 will be increased to a .30 factor. Currently, the Omaha school district is the only district applying for and receiving this allowance. Total fiscal impact will be minimal, but the change will shift aid to districts receiving the focus school and program allowance.

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.....	_____	_____	_____	_____
Travel.....	_____	_____	_____	_____
Capital outlay.....	_____	_____	_____	_____
Aid.....	_____	_____	_____	\$250,000
Capital improvements.....	_____	_____	_____	_____
TOTAL.....	=====	=====	=====	\$250,000