

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

<b>ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)</b>				
	<b>FY 2019-20</b>		<b>FY 2020-21</b>	
	<b>EXPENDITURES</b>	<b>REVENUE</b>	<b>EXPENDITURES</b>	<b>REVENUE</b>
GENERAL FUNDS				
CASH FUNDS	50,000	52,000		
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	50,000	52,000		

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

LB683 requires the Public Employees Retirement Board (PERB) to develop a work plan, in consultation with stakeholders, for terminated members to receive a lump sum payment in lieu of the deferred retirement allowance for members of the Omaha School Employee Retirement System (OSERS). OSERS is to pay for all work performed by the PERB for services and related expenses in completion of the work plan.

LB683 creates Class V School Employees Retirement System Management Work Plan Fund, administered by the PERB, which shall consist of amounts transferred from OSERS for services and work performed by the PERB.

The Nebraska Public Employees Retirement System (NPERS) indicates staff time to verify data provided by OSERS estimated at \$2,000. In addition, NPERS indicates the need for an actuarial analysis to determine the cost to the OSERS' plan. The cost of the actuarial analysis is estimated at \$50,000. There is no basis to disagree with the estimates.

OSERS indicates that hours worked by its staff for the study should not be expensed to their trust fund. LB683 does not provide for any reimbursement of OSERS' staff.

<b>ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY &amp; POLT. SUB. RESPONSE</b>		
LB: 683	AM:	AGENCY/POLT. SUB: NPERS
REVIEWED BY: Neil Sullivan	DATE: 3/13/2019	PHONE: (402) 471-4179
COMMENTS: No basis to disagree with the NPERS assessment of fiscal impact from LB 683.		

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

**2019**

**LB<sup>(1)</sup> 683-Revised (March 13, 2019)**

**FISCAL NOTE**

State Agency OR Political Subdivision Name: <sup>(2)</sup> Nebraska Public Employees Retirement Systems (NPERS)

Prepared by: <sup>(3)</sup> Teresa Zulauf Date Prepared: <sup>(4)</sup> January 31, 2019 Phone: <sup>(5)</sup> 402-471-7745

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

	<u>FY 2019-20</u>		<u>FY 2020-21</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS				
CASH FUNDS	\$52,000	\$52,000	0	
FEDERAL FUNDS				
OTHER FUNDS				
<b>TOTAL FUNDS</b>	<u>\$52,000</u>	<u>\$52,000</u>	<u>0</u>	

**Explanation of Estimate:**

NPERS would need OSERS to provide the data and NPERS will need to verify the data's quality and correctness. This would take NPERS staff time. We estimate the cost of this to be \$2,000 for salaries. NPERS has also received a cost estimate from the current actuary of \$50,000. (NPERS is the process of reviewing bidders relating to the RFP for Actuary Services. It is possible for this estimate to increase or decrease.)

The funds for this bill would need to come from OSERS.

LB683-Provides a work plan for OSERS relating to a one-time lump sum payment to certain retirement system Members.

**BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE**

**Personal Services:**

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2019-20</u>	<u>2020-21</u>
	<u>19-20</u>	<u>20-21</u>	<u>EXPENDITURES</u>	<u>EXPENDITURES</u>
Benefits.....				
Operating.....				
Travel.....				
Capital outlay.....				
Aid.....				
Capital improvements.....				
<b>TOTAL.....</b>				

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

**2019**

**LB<sup>(1)</sup> 683**

**FISCAL NOTE**

State Agency OR Political Subdivision Name: <sup>(2)</sup> School Employees Retirement System for the School District of Douglas County 0001

Prepared by: <sup>(3)</sup> Cecelia M. Carter Date Prepared: <sup>(4)</sup> 01.28.2019 Phone: <sup>(5)</sup> 531.299.0329

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

	FY 2019-20		FY 2020-21	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	_____	_____	_____	_____
CASH FUNDS	_____	_____	_____	_____
FEDERAL FUNDS	_____	_____	_____	_____
OTHER FUNDS	_____	_____	_____	_____
TOTAL FUNDS	=====	=====	=====	=====

**Explanation of Estimate:**

Exact expenditures are difficult to estimate at this time.

OSERS staff will track the number of hours it devotes to assignments related to the study called for in LB 683.

Staff's current hourly rates are as follows:

1. One @ \$72.974674 / hour (40 hours = \$2,918.99)
2. One @ \$44.825642 / hour (40 hours = \$1,793.03)
3. Two @ \$27.355943 / hour (40 hours = \$2,188.48)

Hours worked by staff on this study should not be expensed to the trust fund (and its members).

**BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE**

**Personal Services:**

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2019-20</u>	<u>2020-21</u>
	<u>19-20</u>	<u>20-21</u>	<u>EXPENDITURES</u>	<u>EXPENDITURES</u>
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Benefits.....	_____	_____	_____	_____
Operating.....	_____	_____	_____	_____
Travel.....	_____	_____	_____	_____
Capital outlay.....	_____	_____	_____	_____
Aid.....	_____	_____	_____	_____
Capital improvements.....	_____	_____	_____	_____
TOTAL.....	_____	_____	_____	_____