

PREPARED BY: Bill Biven, Jr.
 DATE PREPARED: February 17, 2021
 PHONE: 402-471-0054

LB 144

Revision: 00

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				
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS				

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

LB144 amends §79-978 and transfers the management of Omaha School Employees Retirement System (OPERS) to the Public Employees Retirement Board (PERB).

There may be some fiscal impact due to per diem expenses being reimbursed to board members but that expense can be absorbed by the agencies involved.

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE			
LB: 144	AM:	AGENCY/POLT. SUB: Public Employees Retirement System	
REVIEWED BY: Neil Sullivan	DATE: 1/20/2021	PHONE: (402) 471-4179	
COMMENTS: The Public Employees Retirement System assessment of no operational fiscal impact from LB 144 appears reasonable.			
Should this bill be advanced without additional clarification regarding the actuarial required contribution (ARC) liabilities, there may be a General Fund fiscal impact to the State.			

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE			
LB: 144	AM:	AGENCY/POLT. SUB: Omaha School Employees Retirement System	
REVIEWED BY: Neil Sullivan	DATE: 2/16/2021	PHONE: (402) 471-4179	
COMMENTS: No basis to disagree with the Omaha School Employees Retirement System assessment of fiscal impact from potential board representation, but it is unclear whether LB 144 creates this impact.			

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

2021

LB⁽¹⁾ 144

FISCAL NOTE

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

Prepared by: ⁽³⁾ Teresa Zulauf Date Prepared: ⁽⁴⁾ 1-19-2021 Phone: ⁽⁵⁾ 402-471-7745

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

Explanation of Estimate:

At this time, there is no fiscal impact on the operating budget of NPERS.

LB 144 defines the terms under the Class V School Employees Retirement Act. This bill will add/modify the definition of administrator, board of trustees, and retirement board that would be appointed by the Public Employees Retirement Board after transfer of administration.

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⁾ 144

FISCAL NOTE

State Agency OR Political Subdivision Name: ⁽²⁾ School Employees Retirement System of Douglas County
0001 (aka: Omaha School Employees Retirement System or OSERS)

Prepared by: ⁽³⁾ Cecelia M. Carter, Executive Director Date Prepared: ⁽⁴⁾ 01.26.2021 Phone: ⁽⁵⁾ 531-299-9423

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	=====	=====	=====	=====

Explanation of Estimate:

No Fiscal Impact to report for this biennium if the date of transition occurs after fiscal year 2023.

If date of transition is in fiscal year 2022 or 23, the OSERS pension plan will begin to incur the pro rata cost associated with the \$75 per diem expense paid to Nebraska Public Employees Retirement System board of trustees and other cost associated with the education of NPERS Board of Trustee members.

Per Agency 85 / Program 042 description: “After April 1, 2019, Board members receive a per diem of \$75. This program reimburses board members’ actual expenses for attending the monthly board meetings, as well as special, emergency and committee meetings. In addition, this program provides funding for board members to become educated and knowledgeable to carry out their fiduciary responsibilities as pension trustees.

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				