

PREPARED BY: Bill Biven, Jr.
 DATE PREPARED: January 26, 2024
 PHONE: 402-471-0054

LB 1365

Revision: 00

FISCAL NOTE
 LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)				
	FY 2024-25		FY 2025-26	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS				
CASH FUNDS	See below		See below	
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	See below		See below	

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

LB1365 amends several sections to remove the age restriction relating to the pre-retirement planning program, the State Personnel System, & the members of the Public Employees Retirement Board (PERB); to provide for the hiring of any number of assistant directors & deputies of the Nebraska Public Employees Retirement Systems (NPERS) & to authorize the director to determine compensation for those employees.

Expenditures:

There will be a fiscal impact when the director hires an assistant director(s) or deputies but that cannot be determined until the director hires an assistant director or deputy. Costs associated with an additional position in a future biennium would be reviewed through the biennial budget process.

The number of members that serve on the PERB will increase from 8 to 9 and the number of those members that must be an active or retired participants is also increased from 6 to 7. The PERB usually meet once a month annually and are given a per diem for those meetings.

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE			
LB: 1365	AM:	AGENCY/POLT. SUB: Nebraska Public Employees Retirement Systems (NPERS)	
REVIEWED BY: Ryan Walton	DATE: 1/26/2024	PHONE: (402) 471-4174	
COMMENTS: Disagree with the NPERS' assessment of no fiscal impact from LB 1365. Provisions in the bill include the addition of one appointed member to the Nebraska Public Employees Retirement Board. Board members are granted seventy-five dollars per diem in accordance with 84-1502 (3). Assuming the board meets once per month annually, the additional board member will have an additional operational expense of \$900 per fiscal year to Agency 85 Program 042.			

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

2024

LB⁽¹⁾ 1365

FISCAL NOTE

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

Prepared by: ⁽³⁾ Teresa Zulauf Date Prepared: ⁽⁴⁾ 1-25-24 Phone: ⁽⁵⁾ 402-471-7745

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	<u>FY 2024-25</u>		<u>FY 2025-26</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	_____	_____	_____	_____
CASH FUNDS	<u>0</u>	_____	<u>0</u>	_____
FEDERAL FUNDS	_____	_____	_____	_____
OTHER FUNDS	_____	_____	_____	_____
TOTAL FUNDS	<u>0</u>	_____	<u>0</u>	_____

Explanation of Estimate:

LB 1365 is a Retirement bill to change provisions relating to preretirement planning program, the State Personnel System, and the members of the Public Employees Retirement Board. The bill will also provide for the hiring of any number of assistant directors and deputies of the Nebraska Public Employees Retirement Systems and to authorize compensation for such employees to be determined by the Director.

At the present time, there is no fiscal impact to NPERS Agency 085 operations expenditures.

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2024-25</u>	<u>2025-26</u>
	<u>24-25</u>	<u>25-26</u>	<u>EXPENDITURES</u>	<u>EXPENDITURES</u>
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Benefits.....	_____	_____	_____	_____
Operating.....	_____	_____	_____	_____
Travel.....	_____	_____	_____	_____
Capital outlay.....	_____	_____	_____	_____
Aid.....	_____	_____	_____	_____
Capital improvements.....	_____	_____	_____	_____
TOTAL.....	_____	_____	_____	_____