

PREPARED BY: Doug Gibbs  
 DATE PREPARED: February 20, 2009  
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**LB 138**

Revision: 00

**FISCAL NOTE**  
 LEGISLATIVE FISCAL ANALYST ESTIMATE

<b>ESTIMATE OF FISCAL IMPACT – STATE AGENCIES *</b>				
	<b>FY 2009-10</b>		<b>FY 2010-11</b>	
	<b>EXPENDITURES</b>	<b>REVENUE</b>	<b>EXPENDITURES</b>	<b>REVENUE</b>
GENERAL FUNDS	\$44,900	(\$21,614,000)	\$0	(\$21,614,000)
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
<b>TOTAL FUNDS</b>	<b>\$44,900</b>	<b>(\$21,614,000)</b>	<b>\$0</b>	<b>(\$21,614,000)</b>

\*Does not include any impact on political subdivisions. See narrative for political subdivision estimates.

LB 138 would provide a \$1,000 refundable credit against Nebraska income tax to full-time kindergarten through grade twelve public school teachers in Nebraska. Part-time public school teachers would be eligible for a refundable income tax credit proportional to the teacher's percent of full-time employment.

The bill becomes operative for taxable years beginning on or after January 1, 2009.

In 2008/09, the Department of Education states there were 21,614 teachers in public schools. The Department estimates the fiscal impact of LB 138 to be \$21,614,000 for FY2009-10. Assuming the number of teachers in the public schools does not decline in FY2010-11, the fiscal impact will be approximately \$21,614,000.

The Department of Revenue estimates the cost to implement LB 138 to be a one-time cost for computer programming of \$44,900.

There is no basis to disagree with the Department of Education's estimate of fiscal impact or the Department of Revenue's estimate of cost.

**IMPACT TO POLITICAL SUBDIVISIONS:**

There is no fiscal impact to political subdivisions associated with this bill.

**DEPARTMENT OF ADMINISTRATIVE SERVICES**

REVIEWED BY	Lyn Heaton	DATE	2/24/09	PHONE	471-2526
COMMENTS					
DEPT. OF REVENUE – No basis upon which to disagree.					
DEPT. OF EDUCATION – No fiscal impact.					