

PREPARED BY: Sandy Sostad  
 DATE PREPARED: February 09, 2007  
 PHONE: 471-0054

# LB 702

Revision: 00

# FISCAL NOTE

LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES *				
	FY 2007-08		FY 2008-09	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS				
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS				

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

LB 702 provides that the reimbursement to school districts for special education and support services shall not discriminate on the basis of the type of setting in which children are served.

The bill will not have any fiscal impact for the state because the amount of state aid distributed to schools for special education programs is capped at up to a 5% annual increase. The appropriated funds are allocated on a pro-rated basis to schools. The bill may shift special education aid between school districts if there is discrimination in disbursing the funds based on the type of setting.

DEPARTMENT OF ADMINISTRATIVE SERVICES

REVIEWED BY	William Scheideler	DATE	2/12/07	PHONE	471-2526
COMMENTS					
Concur with the Department of Education. LB 702 could lead to a significant redistribution of Special Education aid to those districts with a higher share of special education costs for students receiving Level 2/3 services. However, it would not affect the overall level of state Special Education aid.					