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**LB 657**

Revision: 00

**FISCAL NOTE**  
 LEGISLATIVE FISCAL ANALYST ESTIMATE

<b>ESTIMATE OF FISCAL IMPACT – STATE AGENCIES *</b>				
	<b>FY 2007-08</b>		<b>FY 2008-09</b>	
	<b>EXPENDITURES</b>	<b>REVENUE</b>	<b>EXPENDITURES</b>	<b>REVENUE</b>
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 657 pertains to the qualifications of school districts and educational service units for lottery funds allocated for distance education equipment reimbursement and incentives. The bill allows ESU's to count each office within the ESU that has a distance education classroom serving 4,000 square miles to qualify for equipment reimbursement for such classroom. School districts may also count high school buildings for purposes of reimbursement that are no longer being used as such due to a school district merger, if the buildings had distance education classrooms at the time of application. LB 657 also provides that elementary distance education courses offered by school districts and ESU's may qualify for incentives if funds remain after equipment reimbursements and incentives for other courses are paid.

The bill has no fiscal impact for the state in terms of the total amount of lottery funds dispersed for distance education equipment and incentives. It will increase revenue for individual ESU's and school districts which claim reimbursement for equipment or incentives pursuant to the bill.