

FISCAL NOTE
LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)				
	FY 2020-21		FY 2021-22	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS	1,035,336			
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	1,035,336			

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

LB1154 would provide General Fund appropriations of \$285,336 for FY 2019-20 and FY 2020-21 for education aid within Program 158. Expenditures for permanent and temporary salaries and per diems for state employees are not allowed. The funds for both fiscal years can only be used for state aid for adult basic education programs.

LB1154 would also provide General Fund appropriations of \$750,000 for FY 2019-20 and FY 2020-21 for education aid within Program 158. Expenditures for permanent and temporary salaries and per diems for state employees are not allowed. The funds for both fiscal years can only be used for state aid for aid to institutions offering high school equivalency programs.

There is a declared emergency so this bill would take effect if passed and approved according to law.

EXPENDITURES:

The Nebraska Department of Education will have expenditures of \$1,035,336 in giving aid to school districts and educational partners for Program 158 for FY 2019-20 and FY 2020-21.

NDE also feels that without additional administrative appropriations and having to rely on existing administrative capacity, they may not be able to provide all services as intended with this bill.

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE				
LB:	1154	AM:	AGENCY/POLT. SUB: Nebraska Department of Education	
REVIEWED BY:	Gary Bush	DATE:	01/27/20	PHONE: (402) 471-4161
<p>COMMENTS: Agree with the agency of the stated intent of the bill to provide additional state aid for deficit funding in FY2019-20 and increase the base appropriation in FY2020-21 for adult basic education programs and high school equivalency program.</p> <p>Current appropriations for Adult Basic Education for FY2019-20 and FY2020-21 is \$214,664. An additional \$285,336 would be an increase in state aid to \$500,000 a year, or an increase of 133% in funding.</p> <p>Current appropriations for high school equivalency program for FY2019-20 and FY2020-21 is \$750,000. An additional \$750,000 would be an increase in state aid to \$1,500,000 a year, or an increase of 100% in funding.</p> <p>The increase in funding in the bill is higher than what was requested by the Nebraska Department of Education in their 2019-2021 biennial budget request.</p>				

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2020

LB⁽¹⁾ 1154

FISCAL NOTE

State Agency OR Political Subdivision Name: ⁽²⁾ Education

Prepared by: ⁽³⁾ Jen Utemark Date Prepared: ⁽⁴⁾ 1/25/2020 Phone: ⁽⁵⁾ 402-471-4313

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	<u>FY 2020-21</u>		<u>FY 2021-22</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	\$1,035,336			
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	\$1,035,336			

Explanation of Estimate:

LB 1154, provides for State General Fund appropriations to the Nebraska Department of Education for state aid to adult basic education programs and institutions offering high school equivalency programs for Program 158 (Education Aid) in the amount of \$285,336 and \$750,000 respectfully, for fiscal years 2019-20 and 2020-21.

Appropriated State General Funds shall be utilized for aid purposes only. No expenditures for permanent and temporary salaries and per diems for state employees shall be made from the funds appropriated.

LB 1154 declares an emergency exists and takes effect if passed and approved according to law.

Funding state aid to adult basic education programs and institutions offering high school equivalency programs with State General Funds would allow the Department to secure a funding source within current appropriations for this expenditure, for fiscal years 2019-20 and 2020-21.

If LB 1154 is passed as introduced, without administrative appropriations and reliant upon existing administrative capacity, may not allow the Department to provide all services intended within existing appropriations; potentially impacting educational programs, school districts and educational partners served by the department.

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2020-21 EXPENDITURES</u>	<u>2021-22 EXPENDITURES</u>
	<u>20-21</u>	<u>21-22</u>		
Benefits.....				
Operating.....				
Travel.....				
Capital outlay.....				
Aid.....			\$1,035,336	
Capital improvements.....				
TOTAL.....			\$1,035,336	