

PREPARED BY: Bill Biven, Jr.  
 DATE PREPARED: March 02, 2023  
 PHONE: 402-471-0054

**LB 635**

Revision: 00

**FISCAL NOTE**  
**LEGISLATIVE FISCAL ANALYST ESTIMATE**

| <b>ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)</b> |                     |                |                     |                |
|---|---------------------|----------------|---------------------|----------------|
|   | <b>FY 2023-24</b>   |                | <b>FY 2024-25</b>   |                |
|   | <b>EXPENDITURES</b> | <b>REVENUE</b> | <b>EXPENDITURES</b> | <b>REVENUE</b> |
| GENERAL FUNDS   | \$47,550            |                | \$48,739            |                |
| CASH FUNDS  |                     |                |                     |                |
| FEDERAL FUNDS   |                     |                |                     |                |
| OTHER FUNDS   |                     |                |                     |                |
| <b>TOTAL FUNDS</b>  | <b>\$47,550</b>     |                | <b>\$48,739</b>     |                |

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

LB635 provides powers & duties to school districts, schools, & the Nebraska Library Commission relating to an educational resource database provided to k-12 students.

A school district, a school, or the Nebraska Library Commission (NLC) can offer one or more educational research databases to students in kindergarten through grade twelve only if the vendor or provider of the educational research database verifies that the database complies with & will continue to comply with the provisions set in LB635.

A school district or school will provide the account credential of each student in kindergarten through grade twelve to the student's parent or guardian & allow the parent or guardian access to all materials that are accessible to the student.

No later than December 1 of each year, the NLC & the Nebraska Department of Education (NDE) will electronically submit to the Governor & to the Education Committee of the Legislature a comprehensive written report on any noncompliance & on any incidental violations.

**EXPENDITURES:**

NLC estimates that they will need to add two new statewide database subscriptions to meet the provisions of LB635. The subscriptions have an estimated expenses of \$47,550 for FY23-24 & \$48,739 for FY24-25.

NDE does not estimate that they will incur any expenses but believes that there could be significant upfront costs associated with providing parent accounts & litigation that may occur. That impact cannot be determined at this time.

| <b>ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY &amp; POLT. SUB. RESPONSE</b>  |           |       |   |                       |
|---|-----------|-------|---|-----------------------|
| LB:   | 635       | AM:   | AGENCY/POLT. SUB: Department of Education |                       |
| REVIEWED BY:  | Gary Bush | DATE: | 3/2/23                                    | PHONE: (402) 471-4161 |
| COMMENTS: Agree with the agency that the fiscal impact of the bill would be minimal to the state.<br>If school districts do have increased costs, these costs could affect the TEEOSA School Aid amount in two-years. |           |       |   |                       |

| <b>ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY &amp; POLT. SUB. RESPONSE</b> |           |       |   |                       |
|--|-----------|-------|---|-----------------------|
| LB:  | 635       | AM:   | AGENCY/POLT. SUB: Nebraska Library Commission |                       |
| REVIEWED BY:   | Gary Bush | DATE: | 1/30/23                                       | PHONE: (402) 471-4161 |
| COMMENTS: No basis to disagree with the estimate provided.                                       |           |       |   |                       |

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

**2023**

**LB<sup>(1)</sup> 635**

**FISCAL NOTE**

State Agency OR Political Subdivision Name: <sup>(2)</sup> Education

Prepared by: <sup>(3)</sup> Lane Carr Date Prepared: <sup>(4)</sup> 2.27.23 Phone: <sup>(5)</sup> 4024193012

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

|                    | <u>FY 2023-24</u>   |                | <u>FY 2024-25</u>   |                |
|--------------------|---------------------|----------------|---------------------|----------------|
|                    | <u>EXPENDITURES</u> | <u>REVENUE</u> | <u>EXPENDITURES</u> | <u>REVENUE</u> |
| GENERAL FUNDS      | _____               | _____          | _____               | _____          |
| CASH FUNDS         | _____               | _____          | _____               | _____          |
| FEDERAL FUNDS      | _____               | _____          | _____               | _____          |
| OTHER FUNDS        | _____               | _____          | _____               | _____          |
| <b>TOTAL FUNDS</b> | <u>0</u>            | <u>0</u>       | <u>0</u>            | <u>0</u>       |

Explanation of Estimate:

The fiscal impact to school districts is indeterminable at this time, but could be significant, specifically for the upfront costs associated with providing parent accounts and litigation that may occur.

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

| <u>POSITION TITLE</u>     | <u>NUMBER OF POSITIONS</u> |              | <u>2023-24<br/>EXPENDITURES</u> | <u>2024-25<br/>EXPENDITURES</u> |
|---------------------------|----------------------------|--------------|---------------------------------|---------------------------------|
|                           | <u>23-24</u>               | <u>24-25</u> |                                 |                                 |
| _____                     | _____                      | _____        | _____                           | _____                           |
| _____                     | _____                      | _____        | _____                           | _____                           |
| Benefits.....             | _____                      | _____        | _____                           | _____                           |
| Operating.....            | _____                      | _____        | _____                           | _____                           |
| Travel.....               | _____                      | _____        | _____                           | _____                           |
| Capital outlay.....       | _____                      | _____        | _____                           | _____                           |
| Aid.....                  | _____                      | _____        | _____                           | _____                           |
| Capital improvements..... | _____                      | _____        | _____                           | _____                           |
| <b>TOTAL.....</b>         | _____                      | _____        | _____                           | _____                           |

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

**2023**

**LB<sup>(1)</sup> 635**

**FISCAL NOTE**

State Agency OR Political Subdivision Name: <sup>(2)</sup> Nebraska Library Commission

Prepared by: <sup>(3)</sup> Jerry Breazile Date Prepared: <sup>(4)</sup> 1-25-2023 Phone: <sup>(5)</sup> 402-471-4007

**ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION**

|                    | <u>FY 2023-24</u>   |                | <u>FY 2024-25</u>   |                |
|--------------------|---------------------|----------------|---------------------|----------------|
|                    | <u>EXPENDITURES</u> | <u>REVENUE</u> | <u>EXPENDITURES</u> | <u>REVENUE</u> |
| GENERAL FUNDS      | \$47,550            |                | \$48,739            |                |
| CASH FUNDS         |                     |                |                     |                |
| FEDERAL FUNDS      |                     |                |                     |                |
| OTHER FUNDS        |                     |                |                     |                |
| <b>TOTAL FUNDS</b> | <u>\$47,550</u>     |                | <u>\$48,739</u>     |                |

**Explanation of Estimate:**

The estimate includes \$47,550 (FY24) and \$48,739 (FY 25) for two new statewide database subscriptions. This expansion to the Nebraska Library Commission’s statewide online resources will insure that Nebraska K12 students have access to curated EBSCO databases designed specifically for primary, middle, and high school students.

**BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE**

**Personal Services:**

| <u>POSITION TITLE</u>     | <u>NUMBER OF POSITIONS</u> |              | <u>2023-24</u>      | <u>2024-25</u>      |
|---------------------------|----------------------------|--------------|---------------------|---------------------|
|                           | <u>23-24</u>               | <u>24-25</u> | <u>EXPENDITURES</u> | <u>EXPENDITURES</u> |
| Benefits.....             |                            |              |                     |                     |
| Operating.....            |                            |              |                     |                     |
| Travel.....               |                            |              |                     |                     |
| Capital outlay.....       |                            |              |                     |                     |
| Aid.....                  |                            |              | \$47,550            | \$48,739            |
| Capital improvements..... |                            |              |                     |                     |
| <b>TOTAL.....</b>         |                            |              | <u>\$47,550</u>     | <u>\$48,739</u>     |