PREPARED BY: DATE PREPARED: PHONE: Clinton Verner February 23, 2021 402-471-0056

LB 391

Revision: 00

FISCAL NOTE

LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT - STATE AGENCIES (See narrative for political subdivision estimates)								
	FY 2021-22		FY 2022-23					
_	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE				
GENERAL FUNDS		(\$10,000,000)						
CASH FUNDS		\$10,000,000						
FEDERAL FUNDS								
OTHER FUNDS								
TOTAL FUNDS		\$0						

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

LB 391 would transfer ten million dollars from the General Fund to the Customized Job Training Cash Fund in the Nebraska Department of Economic Development. This will have an impact of ten million dollars on the General Fund for FY21-22. The criteria for a Customized Job Training Program Grant are:

- (a) The jobs being trained for must be net new jobs or result in a net increase in wages per employee; and
- (b) The jobs being trained for must meet or exceed the Nebraska average annual wage.

Training may be provided by the community college system or any accredited postsecondary educational institution, a Nebraska secondary school, public or private, a Nebraska educational service unit, or any qualified training provider if the training results in:

- (a) A national, state, or locally recognized certificate;
- (b) Preparation for a professional examination or licensure;
- (c) Endorsement for an existing credential or license; or
- (d) Development of recognized skill standards as defined by an industrial sector.

There may be an administrative burden associated with this legislation, however it can likely be absorbed by the agency resulting from FTE hires with LB1107 (2020) and with employees disbursing grants associated with the Job Training Cash Fund. It is also noted that LB 391 does not appropriate the money from the cash fund.

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE							
LB: 391	AM:	AGENCY/POLT. SUB: Departn	AGENCY/POLT. SUB: Department of Economic Development				
REVIEWED	BY: Neil Sullivan	DATE: 2/23/2021	PHONE: (402) 471-4179				
COMMENTS: The Department of Economic Development assessment of fiscal impact from LB 391 appears reasonable.							

LB ⁽¹⁾ 391			FISCAL NOTE		
State Agency OR Political Subdivision Name:	Nebraska Departm	Nebraska Department of Economic Development			
Prepared by: (3) Anthony Goins	Date Prepared: (4)	1/22/2021 Phone:	(5) 402-471-3777		
ESTIMATE PROV	/IDED BY STATE AGENC	Y OR POLITICAL SUBDIV	ISION		
<u>EXPENDITUR</u>	<u>Y 2021-22</u> <u>ES REVENUE</u>	<u>FY 20</u> <u>EXPENDITURES</u>	022-23 <u>REVENUE</u>		
GENERAL FUNDS	(\$10,000,000)				
CASH FUNDS	\$10,000,000				
FEDERAL FUNDS					
OTHER FUNDS					
TOTAL FUNDS	\$0				
Explanation of Estimate:					
Personal Services:	WN BY MAJOR OBJECTS NUMBER OF POSITIONS		2022-23		
POSITION TITLE	<u>21-22</u> <u>22-23</u>	EXPENDITURES	EXPENDITURES		
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