

FISCAL NOTE
LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)				
	FY 2017-18		FY 2018-19	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS				
CASH FUNDS				
FEDERAL FUNDS	(\$73,730)		(\$98,307)	
OTHER FUNDS				
TOTAL FUNDS				

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

LB 301 the Employment Security Law, Nebraska Revised Statutes Section 48-632.

The bill adds new language regarding notification upon determination of a claim that it may be either electronic or mailed and that the claimant shall elect one or the other upon filing a new claim or establishing a new benefit year. They may change the election at any time.

The Department of Labor indicates that postage costs are approximately \$292,921 for the fiscal year and they estimate that one-third of claimants will elect to receive notice electronically for a savings of \$98,307.

We have no basis to disagree with the Department of Labor's basic estimate of fiscal impact. However, because the bill does not contain the emergency clause, if passed it will not become operative until early to mid-September, which is one-quarter of the way into the fiscal year. Therefore, we are reducing the Department's estimated fiscal impact for FY2017-18 to reflect the shortened time the bill will be in effect for FY2017-18.

ADMINISTRATIVE SERVICE STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE			
LB: 301	AM:	AGENCY/POLT. SUB: Dept of Labor	
REVIEWED BY: Gary Bush		DATE: 1/24/17	PHONE: (402) 471-4161
COMMENTS: No basis to disagree on fiscal impact provided by the agency. The estimate appears to be reasonable.			

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

2017

LB⁽¹⁾ 301

FISCAL NOTE

State Agency OR Political Subdivision Name: ⁽²⁾ Nebraska Department of Labor

Prepared by: ⁽³⁾ Kim Schreiner Date Prepared: ⁽⁴⁾ 1/19/2017 Phone: ⁽⁵⁾ 402-471-8041

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	<u>FY 2017-18</u>		<u>FY 2018-19</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	_____	_____	_____	_____
CASH FUNDS	_____	_____	_____	_____
FEDERAL FUNDS	_____	_____	_____	_____
OTHER FUNDS	_____	_____	_____	_____
TOTAL FUNDS	=====	=====	=====	=====

Explanation of Estimate: The USDOL postage funding allocation for UI claims is estimated at \$292,921. Our best estimate is that 1/3 of the transactions will move from paper mail to electronic mail for an overall savings estimate of \$98,307. With these savings being from grant funds, the money will be used towards other federal grant related expenses.

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2017-18 EXPENDITURES</u>	<u>2018-19 EXPENDITURES</u>
	<u>17-18</u>	<u>18-19</u>		
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Total Salaries	_____	_____	_____	_____
Benefits.....	_____	_____	_____	_____
Operating.....	_____	_____	_____	_____
Travel.....	_____	_____	_____	_____
Capital outlay.....	_____	_____	_____	_____
Aid.....	_____	_____	_____	_____
Capital improvements.....	_____	_____	_____	_____
TOTAL.....	_____	_____	_____	_____