

PREPARED BY: Scott Danigole
 DATE PREPARED: January 17, 2024
 PHONE: 402-471-0055

LB 827

Revision: 00

FISCAL NOTE

LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)				
	FY 2024-25		FY 2025-26	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS	\$101,293		\$73,374	
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	\$101,293		\$73,374	

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

LB 827 is the Entertainment Industry Child Performer Protection Act (the Act).

Section 2 provides definitions for the Act.

Under the Act, an employer who employs a child performer must obtain a pre-authorization certificate from the Department of Labor (DOL) prior to the state of such employment. Age-based parameters are provided regarding the number of hours child performers may work in each day and/or week. Certain other parameters are provided, such as provisions for education, and dressing rooms.

Section 11 requires the parent or guardian of the child performer to establish a trust account in the child’s state of residence for the benefit of the child.

DOL shall enforce the Act and is granted the authority to subpoena records and witnesses related to the enforcement of the Act.

DOL estimates the need for 1.0 FTE to administer the provisions of LB 827. This position will address application processing and the certificate process. This estimate appears to be reasonable.

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE			
LB: 827	AM:	AGENCY/POLT. SUB: Nebraska Department of Labor	
REVIEWED BY: Kimberly Burns	DATE: 01/17/2024	PHONE: (402) 471-4171	
COMMENTS: The Nebraska Department of Labor’s assessment of fiscal impact from LB 827 appears reasonable.			

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2024

LB⁽¹⁾ 827

FISCAL NOTE

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

Prepared by: ⁽³⁾ Rea Easton Date Prepared: ⁽⁴⁾ 1/17/2024 Phone: ⁽⁵⁾ 402-416-6809

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	<u>FY 2024-25</u>		<u>FY 2025-26</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	<u>101,293</u>	<u> </u>	<u>73,374</u>	<u> </u>
CASH FUNDS	<u> </u>	<u> </u>	<u> </u>	<u> </u>
FEDERAL FUNDS	<u> </u>	<u> </u>	<u> </u>	<u> </u>
OTHER FUNDS	<u> </u>	<u> </u>	<u> </u>	<u> </u>
TOTAL FUNDS	<u><u>101,293</u></u>	<u><u> </u></u>	<u><u>73,374</u></u>	<u><u> </u></u>

Explanation of Estimate: The processing of applications will require an additional Administrative Technician at a total cost of \$71,936 in FY24-25 and \$73,374 in FY25-26. Resulting investigations will be absorbed by existing Labor Law Specialists. The application and certificate process will need to be added to the digital child labor database system. An IT Applications Developer/Lead will be needed for two months during FY24-25 at a total cost of \$29,357.

As drafted, LB827 accounts for the permit fees to be used for the administration of the fund. NDOL will not have sufficient cash funds upfront to pay the initial administrative costs.

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2024-25</u>	<u>2025-26</u>
	<u>24-25</u>	<u>25-26</u>	<u>EXPENDITURES</u>	<u>EXPENDITURES</u>
Administrative Technician	<u>1.00</u>	<u>1.00</u>	<u>48,332</u>	<u>49,298</u>
IT Applications Developer/Lead	<u>.15</u>	<u> </u>	<u>19,724</u>	<u> </u>
Total Salaries	<u>1.15</u>	<u>1.00</u>	<u>68,056</u>	<u>49,298</u>
Benefits.....	<u> </u>	<u> </u>	<u>20,496</u>	<u>14,847</u>
Operating.....	<u> </u>	<u> </u>	<u>12,741</u>	<u>9,229</u>
Travel.....	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Capital outlay.....	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Aid.....	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Capital improvements.....	<u> </u>	<u> </u>	<u> </u>	<u> </u>
TOTAL.....	<u><u> </u></u>	<u><u> </u></u>	<u><u>101,293</u></u>	<u><u>73,374</u></u>