

**FISCAL NOTE**  
 LEGISLATIVE FISCAL ANALYST ESTIMATE

<b>ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)</b>				
	<b>FY 2020-21</b>		<b>FY 2021-22</b>	
	<b>EXPENDITURES</b>	<b>REVENUE</b>	<b>EXPENDITURES</b>	<b>REVENUE</b>
GENERAL FUNDS	2,033,000		1,419,000	
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
<b>TOTAL FUNDS</b>	<b>2,033,000</b>		<b>1,419,000</b>	

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

LB 1160 is the Nebraska Workforce and Education Reporting System Act.

Section 3 requires the system to:

- Provide workforce outcomes data to postsecondary educational institutions to encourage program improvement and tailor student recruitment efforts;
- Guide students on what courses to take in high school and college;
- Provide comprehensive data reports on students' workforce results to policymakers;
- Track workforce outcomes in order to better align education and workforce training programs with demands in the labor market;
- Track student outcomes in the aggregate by race and ethnicity, gender, and income in order to identify and close educational attainment gaps; and
- Identify the long term return on investment from early education programs.

The Department of Labor shall develop the system and may utilize data and agreements under 85-110. On or before December 1, 2020, the Department of Labor shall, in consultation with stakeholders, issue a report electronically to the Clerk of the Legislature.

The Department of Labor estimates the cost to implement the data system to be \$2,033,000 in fiscal year 2020-21 and \$1,419,000 in fiscal year 2021-22. This estimate is based on meetings conducted prior to the introduction of LB 1160 and before the Department of Labor was designated as the lead agency to develop the data system. The estimate provided by the Department of Labor includes funding for 8.75 FTE, equipment, supplies, software and contractual services.

There is no basis to disagree with this estimate.

<b>ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY &amp; POLT. SUB. RESPONSE</b>			
LB: 1160	AM:	AGENCY/POLT. SUB: Department of Labor	
REVIEWED BY: Neil Sullivan	DATE: 2/6/2020	PHONE: (402) 471-4179	
COMMENTS: The Department of Labor assessment of fiscal impact from LB 1160 appears reasonable.			

<b>ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY &amp; POLT. SUB. RESPONSE</b>			
LB: 1160	AM:	AGENCY/POLT. SUB: Department of Education	
REVIEWED BY: Neil Sullivan	DATE: 1/29/2020	PHONE: (402) 471-4179	
COMMENTS: The Department of Education assessment of no fiscal impact from LB 1160 appears reasonable.			

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

**2020**

**LB<sup>(1)</sup> 1160**

**FISCAL NOTE**

State Agency OR Political Subdivision Name: <sup>(2)</sup> Nebraska Department of Labor

Prepared by: <sup>(3)</sup> Katie Thurber Date Prepared: <sup>(4)</sup> 1-29-2020 Phone: <sup>(5)</sup> 402-471-9912

**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	<u>\$2,033,000</u>	<u>                    </u>	<u>\$1,419,000</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>
<b>TOTAL FUNDS</b>	<u><u>\$2,033,000</u></u>	<u>                    </u>	<u><u>\$1,419,000</u></u>	<u>                    </u>

Explanation of Estimate: As proposed, LB 1160 requires the Nebraska Department of Labor (NDOL) in connection with stakeholders to establish the Nebraska Workforce and Educational Reporting System. NDOL is uncertain on time, positions, and costs expected to be provided by NDOL. At a meeting on developing this system prior to the introduction of LB 1160, costs were estimated to be \$2,033,000 in year one and \$1,419,000 in year two. These costs were estimated before NDOL was the lead agency to develop the data system as designated in LB 1160. Based on this representation, NDOL is anticipating costs to be up to this amount.

The estimation of the partners involved with NSWERS is 8.75 FTE's total \$724,000 in Salaries in Year One with an additional \$333,000 in Benefits for a total of \$1,057,000 increasing to \$1,083,000 in Year Two. Other Operating Expenses in Year One include Equipment, Supplies and Software. Contractual Services will be \$750,000 in Year One and \$250,000 in Year Two. Total Travel Expense will be \$34,000 in Year One and \$35,000 in Year Two. NDOL is uncertain which NSWERS partner would carry what costs, this estimate covers what is believed to be the full cost of implementing the aforementioned data system.

**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>		
<u>Total Salaries.....</u>	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>
<u>Benefits.....</u>	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>
<u>Operating.....</u>	<u>                    </u>	<u>                    </u>	<u>\$1,999,000</u>	<u>\$1,384,000</u>
<u>Travel.....</u>	<u>                    </u>	<u>                    </u>	<u>\$34,000</u>	<u>\$35,000</u>
<u>Capital outlay.....</u>	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>
<u>Aid.....</u>	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>
<u>Capital improvements.....</u>	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>
<b>TOTAL.....</b>	<u>                    </u>	<u>                    </u>	<u><u>\$2,033,000</u></u>	<u><u>\$1,419,000</u></u>

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

**2020**

**LB<sup>(1)</sup> 1160** \_\_\_\_\_

**FISCAL NOTE**

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

Prepared by: <sup>(3)</sup> Matt Hastings Date Prepared: <sup>(4)</sup> 01/28/2020 Phone: <sup>(5)</sup> 402-471-4483

**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	_____	_____	_____	_____
CASH FUNDS	_____	_____	_____	_____
FEDERAL FUNDS	_____	_____	_____	_____
OTHER FUNDS	_____	_____	_____	_____
<b>TOTAL FUNDS</b>	=====	=====	=====	=====

Explanation of Estimate:

No known fiscal impact on the Nebraska Department of Education and/or political subdivisions.

**BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE**

Personal Services:

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2020-21</u>	<u>2021-22</u>
	<u>20-21</u>	<u>21-22</u>	<u>EXPENDITURES</u>	<u>EXPENDITURES</u>
Benefits.....	_____	_____	_____	_____
Operating.....	_____	_____	_____	_____
Travel.....	_____	_____	_____	_____
Capital outlay.....	_____	_____	_____	_____
Aid.....	_____	_____	_____	_____
Capital improvements.....	_____	_____	_____	_____
<b>TOTAL.....</b>	=====	=====	=====	=====