

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: 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.			

