

PREPARED BY: Scott Danigole
 DATE PREPARED: February 04, 2021
 PHONE: 471-0055

LB 438

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	\$22,238,096		\$22,147,593	
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	\$22,238,096		\$22,147,593	

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

LB 438 appropriates \$22,238,096 from the General Fund for FY2021-22 and \$22,147,593 from the General Fund for FY2022-23 to the Department of Labor. This appropriation is for costs associated with unemployment staffing services.

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE		
LB: 438	AM:	AGENCY/POLT. SUB: Department of Labor
REVIEWED BY: Neil Sullivan	DATE: 2/5/2021	PHONE: (402) 471-4179
COMMENTS: The Department of Labor assessment of fiscal impact from LB 438 appears reasonable.		

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

2021

LB⁽¹⁾ 438

FISCAL NOTE

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

Prepared by: ⁽³⁾ Katie Thurber Date Prepared: ⁽⁴⁾ 2-4-2021 Phone: ⁽⁵⁾ 402-471-9912

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	<u>FY 2021-22</u>		<u>FY 2022-23</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	\$22,238,096		\$22,147,593	
CASH FUNDS				
FEDERAL FUNDS				
TRUST FUNDS				
TOTAL FUNDS	<u>\$22,238,096</u>		<u>\$22,147,593</u>	

Explanation of Estimate: LB 438 proposes to appropriate \$22,238,096 from the General Fund in FY 21-22 and \$22,147,593 from the General Fund FY 22-23 to the Nebraska Department of Labor.

The following is a breakdown of costs totaling \$22,238,096 for year 1 and \$22,147,593 for year 2 based on moving the contracted staff to NDOL employees.

NDOL does see the increased staffing needs as temporary in nature. If the vaccines are successful and the economy continues to rebuild, unemployment should decrease. NDOL would anticipate significant furloughs in the near future if this many staff were onboarded.

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2021-22</u>	<u>2022-23</u>
	<u>21-22</u>	<u>22-23</u>	<u>EXPENDITURES</u>	<u>EXPENDITURES</u>
Adjudicator	250.00	250.00	\$10,038,085	\$10,238,847
Claims Specialist	59.00	59.00	2,069,982	2,111,381
UI Program Supervisor	12.00	12.00	685,750	699,465
Hearing Officer	20.00	20.00	1,282,237	1,307,882
Supervising Hearing Officer	1.00	1.00	79,655	81,248
Total Salaries	<u>342.00</u>	<u>342.00</u>	<u>\$14,155,709</u>	<u>\$14,438,823</u>
Benefits			<u>\$4,973,628</u>	<u>\$5,073,100</u>
Operating			<u>2,595,759</u>	<u>2,635,670</u>
Travel				
Capital outlay			<u>513,000</u>	
Aid				
Capital improvements				
TOTAL			<u>\$22,238,096</u>	<u>\$22,147,593</u>