

FISCAL NOTE
LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)				
	FY 2016-17		FY 2017-18	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS				
CASH FUNDS				
FEDERAL FUNDS	See Below	See Below	See Below	See Below
OTHER FUNDS				
TOTAL FUNDS	See Below	See Below	See Below	See Below

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

LB 1110 adopts the Nebraska Workforce Innovation and Opportunity Act.

In the intent language of the bill a number of principles are enumerated that are to guide the state’s workforce investment system.

The bill also provides a definition of “career pathways” as an identified series of positions, work experiences, or educational benchmarks or credentials with multiple access points that offer occupational and financial advancement within a specified career field or related fields over time. Career pathways offer combined programs of rigorous and high quality education, training, and other services that do all of the following:

- Align with the skill needs of industries in the economy of the state or regional economy involved;
- Prepare an individual to be successful in any of a full range of secondary or postsecondary education options, including apprenticeships registered under the National Apprenticeship Act;
- Include counseling to support an individual in achieving the individual’s education and career goals;
- Include, as appropriate, education offered concurrently with and in the same context as workplace preparation activities and training for a specific occupation;
- Organize education, training, and other services to meet the particular needs of an individual in a manner that accelerates the educational and career advancement of the individual to the extent practicable;
- Help an individual to attain a secondary school diploma or its recognized equivalent and at least one recognized postsecondary credential; and
- Help an individual enter or advance within a specific occupation.

The bill requires the Commissioner of Labor to report annually to the Governor, Legislature, and the Nebraska Workforce Investment Board regarding training expenditures made by local workforce development boards in the prior fiscal year.

The Department of Labor is given authority to administer the requirements of the federal Workforce Innovation and Opportunity Act in order to ensure state compliance with the objectives and requirements of the federal Act.

The bill also creates the Consolidated Work Program Fund which is to be used for the receipt of all money deposited pursuant to the federal Workforce Innovation and Opportunity Act. Money in the fund, upon appropriation by the Legislature, to the Department for expenditures consistent with the purposes of the federal Act and the state plan required by that Act.

The Department of Labor indicates that because LB 1110 aligns with the federal Workforce Innovation and Opportunity Act they will operate the program utilizing federal funds, there is no General Fund impact. The Department did not provide an estimate of federal funds that may be received by the state but we assume it will be similar to funds received by the Department for the current programs.

ADMINISTRATIVE SERVICES-STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSES			
LB: 1110	AM:	AGENCY/POLT. SUB: Department of Labor	
REVIEWED BY: Robin Kilgore		DATE: 1-29-16	PHONE: 471-4180
COMMENTS: No basis to disagree with agency estimate of fiscal impact.			

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

2016

LB⁽¹⁾ 1110

FISCAL NOTE

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

Prepared by: ⁽³⁾ Kim Schreiner Date Prepared: ⁽⁴⁾ 1/29/2016 Phone: ⁽⁵⁾ 402-471-2492

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	<u>FY 2016-17</u>		<u>FY 2017-18</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 Workforce Innovation and Opportunity Act (WIOA) is a federal program. Nebraska receives federal funds for the program. LB1110 aligns with the federal WIOA program, and the Nebraska Department of Labor will be able to continue to operate the program through federal funds. Therefore, there will be no fiscal impact.

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2016-17 EXPENDITURES</u>	<u>2017-18 EXPENDITURES</u>
	<u>16-17</u>	<u>17-18</u>		
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Benefits.....	_____	_____	_____	_____
Operating.....	_____	_____	_____	_____
Travel.....	_____	_____	_____	_____
Capital outlay.....	_____	_____	_____	_____
Aid.....	_____	_____	_____	_____
Capital improvements.....	_____	_____	_____	_____
TOTAL.....	_____	_____	_____	_____