

PREPARED BY: Doug Gibbs
 DATE PREPARED: January 25, 2017
 PHONE: 402-471-0051

LB 519

Revision: 00

FISCAL NOTE
LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)				
	FY 2017-18		FY 2018-19	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS				
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS				

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

LB 519 amends the Employment Security Law, Nebraska Revised Statutes Section 48-652.

The bill would change the charging of employers for a part-time employee receiving benefits so that the current employer is not charged if they have filed timely notice with the Department of Labor.

The Department of Labor has indicated no additional fiscal impact as a result of LB 519.

We have no basis to disagree with the Department of Labor's estimate of fiscal impact.

ADMINSTRATAIVE SERVICE STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE		
LB: 519	AM:	AGENCY/POLT. SUB: Dept of Labor
REVIEWED BY: Gary Bush	DATE: 1/26/17	PHONE: (402) 471-4161
COMMENTS: No basis to disagree with the estimate provided.		

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

2017

LB⁽¹⁾ 519

FISCAL NOTE

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

Prepared by: ⁽³⁾ Kim Schreiner Date Prepared: ⁽⁴⁾ 01-25-2017 Phone: ⁽⁵⁾ 402-471-2492

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	FY 2017-18		FY 2018-19	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	_____	_____	_____	_____
CASH FUNDS	_____	_____	_____	_____
FEDERAL FUNDS	_____	_____	_____	_____
UI TRUST FUND	_____	_____	_____	_____
TOTAL FUNDS	=====	=====	=====	=====

Explanation of Estimate: No fiscal impact

LB 519 would shift the charging of benefits employers with part-time employees of reimbursable employers who remain employed but are underemployed and eligible for benefits because of the loss of another job from reimbursable employers to contributory employers, but would not affect the total amount of benefits paid. In calendar year 2016, the exemption from charging for contributory employers was applied 523 times. There are significantly fewer reimbursable employers than contributory employers. It is estimated the exemption for reimbursable employers would be applied approximately 100 times each year. The Agency assumed 100 claims with an average weekly benefit amount of \$310 and the amount now paid by reimbursable employers that would be shifted to contributory employers is estimated to be \$186,000. This shift results in a zero net impact to the Trust Fund.

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

POSITION TITLE	NUMBER OF POSITIONS		2017-18	2018-19
	<u>17-18</u>	<u>18-19</u>	<u>EXPENDITURES</u>	<u>EXPENDITURES</u>
Total Salaries	_____	_____	_____	_____
Benefits.....	_____	_____	_____	_____
Operating.....	_____	_____	_____	_____
Travel.....	_____	_____	_____	_____
Capital outlay.....	_____	_____	_____	_____
Aid.....	_____	_____	_____	_____
Capital improvements.....	_____	_____	_____	_____
TOTAL.....	_____	_____	_____	_____