PREPARED BY: DATE PREPARED: PHONE: Scott Danigole February 26, 2025 402-471-0055

LB 544

Revision: 00

FISCAL NOTE

LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)						
	FY 2025-26		FY 2026-27			
_	EXPENDITURES		EXPENDITURES	REVENUE		
GENERAL FUNDS	\$322,732		\$250,000			
CASH FUNDS						
FEDERAL FUNDS						
OTHER FUNDS						
TOTAL FUNDS	\$322,732		\$250,000			

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

LB 544 changes provisions of the Employment Security Law by adding a new section requiring individuals to be disqualified for benefits for any week in which they (a) fail to respond to a job offer within two business days or (b) fail to appear for a previously scheduled job interview without notifying the prospective employer. The Department of Labor (DOL) shall establish a portal on its website, an email address, and a telephone hotline for employers to report individuals who fail to respond to employment offers or fail to appear for previously scheduled job interviews.

DOL estimates the need for 0.5 FTE to build the website portal in FY26. DOL estimates \$250,000 per year to build the required web portal and a contractor for the hotline. There is no basis to disagree with these estimates.

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE					
LB: 544 AM: AGENCY/POLT. SUB: Nebraska Department of Labor					
REVIEWED BY: Ryan Yang DATE: 2/26/2025 PHONE: (402) 471-4178					
COMMENTS: No basis to disagree with the Nebraska Department of Labor assessment of fiscal impact from LB 544.					

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE						
LB: 544 AM: AGENCY/POLT. SUB: Department of Administrative Services (DAS) – State Personnel						
REVIEWED	REVIEWED BY: Ryan Yang DATE: 2/13/2025 PHONE: (402) 471-4178					
COMMENTS: Concur with the DAS assessment of no fiscal impact to the agency from LB 544.						

LB ⁽¹⁾ 544						FISCAL NOTE	
State Agency OR Political Subdivis	sion Name: (2)	Department of Administrative Services (DAS) – State					
Prepared by: (3) Sean Davis		Date P	repared: ⁽⁴⁾	01/25/2025	Phone: (5)	402-471-4439	
ESTIM	IATE PROVII	DED BY ST	TATE AGEN	NCY OR POLITIC	CAL SUBDIVIS	ION	
	FV <i>9</i>	2025-26			FY 2026	-97	
EXP	ENDITURES		<u>EVENUE</u>	EXPEND		REVENUE	
GENERAL FUNDS							
CASH FUNDS							
FEDERAL FUNDS REVOLVING FUNDS							
TOTAL FUNDS							
Explanation of Estimate:							
Explanation of Estimate.							
LB 544 proposes to disqualify fail to respond to an offer for interview without notifying the	a job within t	wo busine	ss days or	if they fail to app	pear for a prev	iously scheduled job	
The Department of Labor wi report such failures.	ill establish a	website p	oortal, ema	il address and t	elephone hotl	ine for employers to	
It is unclear how the employ	er would kno	w who is o	currently re	ceiving benefits			
The bill does not have any fis be completed with current re		the Depar	tment of Ad	lministrative Se	rvices (DAS) a	s any reporting could	
Personal Services:	BREAKDOW	N BY MAJ	OR OBJECT	S OF EXPENDI	<u>TURE</u>		
POSITION TITLE		MBER OF <u>25-26</u>	POSITION <u>26-27</u>	S 2025 <u>EXPEND</u>	-	2026-27 EXPENDITURES	
Benefits			-				
Operating							
Travel							
Capital outlay							
Capital improvements							

LB (1)	544				FISCAL NOTE	
State Agency OR Political Subdivision Name: (2)		Nebraska Department of Labor				
Prepare	d by: (3)	Rea Easton	Date Prepared: (4)	2/25/2025 Phone:	(5) 402-416-6809	
		ESTIMATE PROVI	DED BY STATE AGEN	CY OR POLITICAL SUBDIV	VISION	
		FY	2025-26	FY 2	026-27	
		EXPENDITURES	<u>REVENUE</u>	EXPENDITURES	REVENUE	
GENER	AL FUNI	os 322,732		250,000		
CASH F	UNDS					
FEDER	AL FUNI	S	· -			
OTHER	FUNDS					
TOTAL	FUNDS	322,732		250,000		

Explanation of Estimate: LB544 will require NDOL to establish a portal on its website, an email address, and a telephone hotline for employers to report individuals who fail to respond to offers of employment or who fail to appear for previously scheduled job interviews. Prior to denying a week of benefits to an individual, NDOL will need to verify any information submitted by an employer pursuant to subsection (2) of section 3.

NDOL will need one .50 FTE for the first year to build the web portal and will utilize a contractor for the hotline. This is estimated to cost \$250,000 per year.

BREAKD	OWN BY MAJ	OR OBJECTS OF	EXPENDITURE	-
Personal Services:				
	NUMBER O	F POSITIONS	2025-26	2026-27
POSITION TITLE	<u>25-26</u>	<u>26-27</u>	<u>EXPENDITURES</u>	EXPENDITURES
IT Applications Developer/Sr	.50		49,296	
Benefits			17,779	
Operating			255,657	250,000
Travel				
Capital outlay				
Aid				
Capital improvements				
TOTAL			322,732	250,000