

Fiscal Estimate Narratives

DWD 2/13/2014

LRB Number	13-2855/1	Introduction Number	AB-0684	Estimate Type	Original
Description Various changes in the unemployment insurance law					

Assumptions Used in Arriving at Fiscal Estimate

Assembly Bill 0684 makes statutory reference or technical changes to three provisions passed in the 2013 Wisconsin Act 36 (Act 36).

First, Act 36 requires licensing departments to revoke/deny a license if DWD certifies the license holder/applicant is liable for delinquent UI contributions. Due to statutory reference changes in the 2013 Budget Bill (Act 20), Assembly Bill 0684 makes similar changes specifically related to delinquent UI contributions to codify the intent of Act 36 provisions. The Trust Fund impact for the original provision cannot be quantified. The clean-up of statutory references does not change this analysis.

Second, Act 36 requires UI claimants to respond to requests for information. If a claimant fails to respond to the department, the claimant is ineligible to receive UI benefits until the claimant complies. AB0684 makes a technical change to accomplish the original intent of Act 36 which was to remove the good cause provision. Act 36 struck the good cause provision from one section of the statute, but failed to remove it from another section of the statute. Assembly Bill 0684 clarifies that if the claimant later complies with the request for information the claimant is eligible to receive benefits as of the week in which the failure occurred, if otherwise qualified. There was not a Trust Fund impact for the original provision. This technical change does not change this analysis.

Third, Act 36 requires that if an employer is delinquent in filing a quarterly wage report, the employer must pay a tardy filing fee, but if the employer files the report within 30 days of its due date, the fee is reduced. However, the intent of this provision was to state that the fee will be reduced if the report is filed within 30 days after the date the department assesses the tardy filing penalty. AB 0684 makes a technical change to implement the intent of the tardy filing fee provision of Act 36. This technical change does not impact the UI Trust Fund.

Long-Range Fiscal Implications

NA

Fiscal Estimate Worksheet - 2013 Session

Detailed Estimate of Annual Fiscal Effect

Original
 Updated
 Corrected
 Supplemental

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Description Various changes in the unemployment insurance law			
I. One-time Costs or Revenue Impacts for State and/or Local Government (do not include in annualized fiscal effect):			
As these are technical changes and clean-up provisions, there are no one-time costs associated with implementing AB0684.			
II. Annualized Costs:		Annualized Fiscal Impact on funds from:	
		Increased Costs	Decreased Costs
A. State Costs by Category			
State Operations - Salaries and Fringes	\$		\$
(FTE Position Changes)			
State Operations - Other Costs			
Local Assistance			
Aids to Individuals or Organizations			
TOTAL State Costs by Category	\$		\$
B. State Costs by Source of Funds			
GPR			
FED			
PRO/PRS			
SEG/SEG-S			
III. State Revenues - Complete this only when proposal will increase or decrease state revenues (e.g., tax increase, decrease in license fee, etc.)			
	Increased Rev		Decreased Rev
GPR Taxes	\$		\$
GPR Earned			
FED			
PRO/PRS			
SEG/SEG-S			
TOTAL State Revenues	\$		\$
NET ANNUALIZED FISCAL IMPACT			
	<u>State</u>		<u>Local</u>
NET CHANGE IN COSTS	\$		\$0
NET CHANGE IN REVENUE	\$		\$0
Agency/Prepared By		Authorized Signature	
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		Date	
		2/13/2014	