

### Fiscal Estimate - 2011 Session

Original       Updated       Corrected       Supplemental

<b>LRB Number 11-2298/2</b>		<b>Introduction Number SB-147</b>	
<b>Description</b> Payment of extended unemployment insurance benefits during certain periods in this state.			
<b>Fiscal Effect</b>			
<b>State:</b>			
<input type="checkbox"/> No State Fiscal Effect			
<input type="checkbox"/> Indeterminate			
<input type="checkbox"/> Increase Existing Appropriations	<input type="checkbox"/> Increase Existing Revenues	<input checked="" type="checkbox"/> Increase Costs - May be possible to absorb within agency's budget	
<input type="checkbox"/> Decrease Existing Appropriations	<input type="checkbox"/> Decrease Existing Revenues	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	
<input type="checkbox"/> Create New Appropriations		<input type="checkbox"/> Decrease Costs	
<b>Local:</b>			
<input type="checkbox"/> No Local Government Costs			
<input checked="" type="checkbox"/> Indeterminate			
1. <input checked="" type="checkbox"/> Increase Costs	3. <input type="checkbox"/> Increase Revenue	5. Types of Local Government Units Affected	
<input type="checkbox"/> Permissive <input checked="" type="checkbox"/> Mandatory	<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory		<input checked="" type="checkbox"/> Towns <input checked="" type="checkbox"/> Village <input checked="" type="checkbox"/> Cities
2. <input type="checkbox"/> Decrease Costs	4. <input type="checkbox"/> Decrease Revenue		<input checked="" type="checkbox"/> Counties <input type="checkbox"/> Others
<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory		<input checked="" type="checkbox"/> School Districts <input checked="" type="checkbox"/> WTCS Districts
<b>Fund Sources Affected</b>		<b>Affected Ch. 20 Appropriations</b>	
<input checked="" type="checkbox"/> GPR <input checked="" type="checkbox"/> FED <input checked="" type="checkbox"/> PRO <input checked="" type="checkbox"/> PRS <input checked="" type="checkbox"/> SEG <input checked="" type="checkbox"/> SEGS			
<b>Agency/Prepared By</b>	<b>Authorized Signature</b>	<b>Date</b>	
DWD/ Ben Peirce (608) 266-3635	Georgia Maxwell (608) 266-2284	7/11/2011	

## Fiscal Estimate Narratives

DWD 7/11/2011

LRB Number	11-2298/2	Introduction Number	SB-147	Estimate Type	Original
<b>Description</b> Payment of extended unemployment insurance benefits during certain periods in this state.					

### Assumptions Used in Arriving at Fiscal Estimate

SB-147 would provide for an additional method, as allowed by federal law, for Wisconsin to qualify for an Extended Benefits "on" period. Under current federal law, the employer share of extended benefits is paid by the federal government for claims filed before January 4, 2012. However, the employer portion, where the employer is a state or local government entity, or an Indian tribal entity, is not paid by the federal government. The bill provides for retroactive implementation.

The Department of Workforce Development estimates that enactment of this additional method to qualify for an Extended Benefit "on" period would result in approximately \$89 million in benefits paid to unemployed Wisconsin residents through the remainder of the 2011 calendar year. This estimate is based upon DWD and DOR economic projections.

Of the \$89 million projection, DWD estimates that approximately \$800,000 will be charged to state and local government units. See Fiscal Estimate Worksheet for details.

### Long-Range Fiscal Implications

Under current federal law, federal funding for the employer portion of Extended Benefits ends at the close of 2011, so no long range fiscal implications are anticipated.

## Fiscal Estimate Worksheet - 2011 Session

Detailed Estimate of Annual Fiscal Effect

Original
  Updated
  Corrected
  Supplemental

<b>LRB Number</b> 11-2298/2	<b>Introduction Number</b> SB-147	
<b>Description</b> Payment of extended unemployment insurance benefits during certain periods in this state.		
<b>I. One-time Costs or Revenue Impacts for State and/or Local Government (do not include in annualized fiscal effect):</b>		
<p>Under current law, federal funding of the employer share of Extended Benefits expires at the end of calendar year 2011. As a result, all estimated fiscal impact occurs only in the remainder of calendar year 2011, and there will be no ongoing annualized costs. DWD estimates the governmental unit share of the \$89 million in anticipated Extended Benefit payments will total approximately \$800,000 during the remainder of CY2011. Of this amount, approximately \$554,000 will be to local governmental units, while approximately \$246,000 will be to state government. Of the \$246,000 to state government, DWD estimates \$142,000 GPR, \$26,000 FED, \$54,000 PR, and \$24,000 SEG. Additionally, DWD estimates implementation costs to the UI Division of DWD to be approximately \$19,000.</p>		
<b>II. Annualized Costs:</b>	<b>Annualized Fiscal Impact on funds from:</b>	
	Increased Costs	Decreased Costs
<b>A. State Costs by Category</b>		
State Operations - Salaries and Fringes	\$	\$
(FTE Position Changes)		
State Operations - Other Costs		
Local Assistance		
Aids to Individuals or Organizations		
<b>TOTAL State Costs by Category</b>	<b>\$</b>	<b>\$</b>
<b>B. State Costs by Source of Funds</b>		
GPR		
FED		
PRO/PRS		
SEG/SEG-S		
<b>III. State Revenues - Complete this only when proposal will increase or decrease state revenues (e.g., tax increase, decrease in license fee, etc.)</b>		
	Increased Rev	Decreased Rev
GPR Taxes	\$	\$
GPR Earned		
FED		
PRO/PRS		
SEG/SEG-S		
<b>TOTAL State Revenues</b>	<b>\$</b>	<b>\$</b>
<b>NET ANNUALIZED FISCAL IMPACT</b>		
	<u>State</u>	<u>Local</u>
NET CHANGE IN COSTS	\$	\$
NET CHANGE IN REVENUE	\$	\$

<b>Agency/Prepared By</b>	<b>Authorized Signature</b>	<b>Date</b>
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