

Fiscal Estimate - 2021 Session

Original
 Updated
 Corrected
 Supplemental

LRB Number 21-2443/1	Introduction Number AB-0206
Description the unemployment insurance waiting period	
Fiscal Effect	
State:	
<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	
Local:	
<input checked="" type="checkbox"/> No Local Government Costs <input type="checkbox"/> Indeterminate 1. <input type="checkbox"/> Increase Costs 3. <input type="checkbox"/> Increase Revenue 5. Types of Local Government Units Affected <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory <input type="checkbox"/> Towns <input type="checkbox"/> Village <input type="checkbox"/> Cities 2. <input type="checkbox"/> Decrease Costs 4. <input type="checkbox"/> Decrease Revenue <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory <input type="checkbox"/> Counties <input type="checkbox"/> Others <input type="checkbox"/> School Districts <input type="checkbox"/> WTCS Districts	
Fund Sources Affected	
<input type="checkbox"/> GPR <input checked="" type="checkbox"/> FED <input type="checkbox"/> PRO <input type="checkbox"/> PRS <input type="checkbox"/> SEG <input type="checkbox"/> SEGS 20.445 (1) (n)	
Affected Ch. 20 Appropriations	
Agency/Prepared By DWD/ Paul Farnum (608) 266-6496	Authorized Signature Danielle Williams (608) 266-2284
Date 4/5/2021	

Fiscal Estimate Narratives

DWD 4/5/2021

LRB Number	21-2443/1	Introduction Number	AB-0206	Estimate Type	Original
Description the unemployment insurance waiting period					

Assumptions Used in Arriving at Fiscal Estimate

A claimant for unemployment insurance benefits must generally wait one week after becoming eligible before they may receive benefits for a week of unemployment. Act 185 suspended the one-week waiting period for claimants to receive unemployment insurance benefits for benefit years that began after March 12, 2020, and before February 7, 2021. Act 4 extended suspension of the one-week waiting period to March 14, 2021. This bill extends suspension of the one-week waiting period to September 5, 2021 (which is the Unemployment Work Week ending September 4).

The estimated one-time costs to implement the bill total \$1,894 charged to FED appropriation s. 20.445 (1) (n). These expenses are absorbable and include \$470 in administrative costs and 16 hours of IT work costing \$1,424.

This bill is estimated to increase total unemployment insurance benefit payments to Wisconsin during calendar year 2021 by \$36.2 million. These payments are 100% federally funded and are comprised of an estimated \$17.7 million in federally reimbursed payments of UI benefits for the waiting week, and an estimated \$18.5 million in Federal Pandemic Unemployment Compensation (FPUC) waiting week payments.

Long-Range Fiscal Implications