Fiscal Estimate - 2021 Session

☑ Original ☐ Updated	☐ Corrected ☐ Supplem	ental			
LRB Number 21-2486/1	Introduction Number SB-224				
Description the unemployment insurance waiting period					
Fiscal Effect					
AppropriationsReve	ease Existing absorb within agency's bu				
Permissive Mandatory Perm 2. Decrease Costs 4. Decre	5.Types of Local Governmer Units Affected Towns Counties Others School Mandatory Districts Districts	Cities			
Fund Sources Affected Affected Ch. 20 Appropriations GPR FED PRO PRS SEG SEGS 20.445 (1) (n)					
Agency/Prepared By	Authorized Signature	Date			
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Fiscal Estimate Narratives DWD 3/23/2021

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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