

Fiscal Estimate Narratives

DWD 6/11/2013

LRB Number	13-1830/1	Introduction Number	AB-0229	Estimate Type	Original
Description Eligibility of certain employees who are affected by labor disputes for unemployment insurance benefits					

Assumptions Used in Arriving at Fiscal Estimate

The Department investigates between 1 and 5 labor disputes annually. Approximately 10% of all labor disputes involve laying off employees that are not participating in the dispute and would be affected by this law change. Thus in a typical year there will be no expected impact on the UI Trust Fund since most labor disputes would not be affected by this proposal.

However, every few years there may be a strike in which many workers would be affected by this law change. This was the case in 2011 when 161 workers not participating in a labor dispute were laid off due to a strike by other workers. This is atypical and has happened only once in the last five years.

Though there may be a modest UI Trust Fund impact in some years, it is not likely to affect state and local employers as most public workers are prohibited from striking. For this reason, there is no state or local impact enumerated in this estimate.

In a typical year there will be minimal increase to workload. In atypical years, there will be some increased costs for additional investigation workload but it is expected this can be absorbed within the agency's budget. The exact cost will depend on the size of a given strike and how many non-participating workers are affected.

Long-Range Fiscal Implications

Fiscal Estimate Worksheet - 2013 Session

Detailed Estimate of Annual Fiscal Effect

Original
 Updated
 Corrected
 Supplemental

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Description Eligibility of certain employees who are affected by labor disputes for unemployment insurance benefits			
I. One-time Costs or Revenue Impacts for State and/or Local Government (do not include in annualized fiscal effect): One-time costs to implement the bill are estimated to be \$4,295 (78 hours) for process definition, training and updating manuals.			
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		\$	\$
NET CHANGE IN REVENUE		\$	\$
Agency/Prepared By		Authorized Signature	Date
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