

**LEGISLATIVE FISCAL OFFICE**  
**Fiscal Note**



Fiscal Note On: **HB 183** HLS 21RS 555

Bill Text Version: **ORIGINAL**

Opp. Chamb. Action:

Proposed Amd.:

Sub. Bill For.:

<b>Date:</b> April 28, 2021 7:00 PM	<b>Author:</b> BROWN, CHAD
<b>Dept./Agy.:</b> Workforce Commission	<b>Analyst:</b> Greg Albrecht
<b>Subject:</b> Unemployment Compensation Tax Withholdings	

UNEMPLOYMENT COMP OR NO IMPACT See Note Page 1 of 1  
Provides relative to state income tax withholdings on federal disaster unemployment compensation benefits

Current law contains a provision requiring claimants of unemployment compensation attributable to any temporary federal emergency increase in benefits or additional federal base benefits to submit to withholding of state income taxes.

Proposed law makes withholding permissive but does not require it.

<b>EXPENDITURES</b>	<b>2021-22</b>	<b>2022-23</b>	<b>2023-24</b>	<b>2024-25</b>	<b>2025-26</b>	<b>5 -YEAR TOTAL</b>
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Ded./Other	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Federal Funds	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Local Funds	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<b>\$0</b>
<b>Annual Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

  

<b>REVENUES</b>	<b>2021-22</b>	<b>2022-23</b>	<b>2023-24</b>	<b>2024-25</b>	<b>2025-26</b>	<b>5 -YEAR TOTAL</b>
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<b>Annual Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

**EXPENDITURE EXPLANATION**

There is no anticipated direct material effect on governmental expenditures as a result of this measure.

**REVENUE EXPLANATION**

There is no anticipated direct material effect on governmental revenues as a result of this measure. According to the La Workforce Commission, the requirement of tax withholding was not in compliance with federal law, which allows unemployment claimants to elect to withhold, but does not allow a requirement to withhold. The Workforce Commission indicates that, pursuant to U.S. Dept. of Labor guidance, it issued an emergency rule deferring implementation of the requirement, and no taxes have been withheld under current state statute for the additional federal pandemic unemployment benefits.

Senate

Dual Referral Rules

- 13.5.1 >= \$100,000 Annual Fiscal Cost {S & H}
- 13.5.2 >= \$500,000 Annual Tax or Fee Change {S & H}

House

- 6.8(F)(1) >= \$100,000 SGF Fiscal Cost {H & S}
- 6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease {S}

**Christopher A. Keaton**  
**Legislative Fiscal Officer**