



**LEGISLATIVE FISCAL OFFICE
Fiscal Note**

Fiscal Note On: **HB 610** HLS 21RS 944
 Bill Text Version: **ORIGINAL**
 Opp. Chamb. Action:
 Proposed Amd.: **w/ PROP HSE COMM AMD**
 Sub. Bill For.:

Date: May 12, 2021 7:19 PM	Author: LYONS
Dept./Agy.: Department of Labor / Workforce Commission	Analyst: Monique Appeaning
Subject: Maximum Weekly Benefit	

UNEMPLOYMENT COMP OR INCREASE OF RV See Note Page 1 of 1
 Provides relative to the maximum weekly benefit amount

Proposed law provides that computation for benefits be published annually. Proposed law provides that the weekly benefit be changed. Under Procedure 1 it changes from \$221 to \$249, under Procedure 2 it changes from \$247 to \$275, under Procedure 3 it changes from \$258 to \$282 and under Procedure 4 it changes from \$284 to \$312. Proposed law changes the formula for the computation of benefits for each of the four (4) procedures.

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

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

EXPENDITURE EXPLANATION

Proposed law provides for an increase in the maximum weekly unemployment benefit amount. Payments are from the Unemployment Trust Fund, which is off-budget. Proposed law provides that the weekly benefit amount shall be changed as follows:

- Under Procedure 1 it changes from \$221 to \$249
- Under Procedure 2 it changes from \$247 to \$275
- Under Procedure 3 it changes from \$258 to \$282
- Under Procedure 4 it changes from \$284 to \$312.
- Proposed law deletes the current formula for compensation of benefits that is different for each of the four procedures and provides a standard formula for the computation of benefits.


Proposed law provides that in no event shall the weekly amount paid under proposed law be more than \$312.

Proposed law may result in an indeterminable increase in expenditures (assumed to be Federal in this fiscal note) to Louisiana Workforce Commission (LWC) for the benefits management system to be modified. This system is a private proprietary system hosted by a vendor. Changes to the weekly benefit amount may require costs for programming and testing the system. There is likely a one-time cost to modify the existing system to pay benefits according to these changes. The fiscal note will be updated to include vendor cost projections upon LWC providing it.

REVENUE EXPLANATION

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

<u>Senate</u>	<u>Dual Referral Rules</u>	<u>House</u>
<input type="checkbox"/> 13.5.1 >= \$100,000 Annual Fiscal Cost {S & H}		<input type="checkbox"/> 6.8(F)(1) >= \$100,000 SGF Fiscal Cost {H & S}
<input type="checkbox"/> 13.5.2 >= \$500,000 Annual Tax or Fee Change {S & H}		<input type="checkbox"/> 6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease {S}


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