FISCAL NOTE

	FY 2025	FY 2026	FY 2027
NON-ADMINISTRATIVE IMPACT			
Anticipated Revenue increase/(decrease)			
UNEMPLOYMENT COMPENSATION FUND	($1,200,000)	($5,000,000)	($5,000,000)
EMPLOYMENT SUPPORT FUND	$600,000	$2,500,000	$2,500,000
WORKFORCE DEVELOPMENT TRAINING FUND	$600,000	$2,500,000	$2,500,000

Source of revenue increase and (decrease):

The Department of Workforce Services (DWS) indicates this bill does not create a net revenue increase or decrease, rather it amends W.S. 27-3-505(a) to modify the allocation of revenue collected for noncharged and ineffectively charged benefits as follows: the Unemployment Compensation Fund will receive 20 percent of the total revenue, a decrease from 60 percent of total revenue; the Employment Support Fund will receive 60 percent of total revenue, an increase from 40 percent of total revenue; and the Workforce Development Training Fund, which currently does not receive any allocation from this revenue, will receive 20 percent of the total revenue distribution.

The DWS estimates the Unemployment Compensation Fund will experience a revenue decrease of $1,200,000, $5,000,000, and $5,000,000 in fiscal year (FY) 2025, FY 2026, and FY 2027, respectively. The DWS indicates the revenue decrease will have a corresponding revenue increase split equally between the Employment Support Fund and the Workforce Development Training Fund, with each fund receiving $600,000, $2,500,000, and $2,500,000 in FY 2025, FY 2026, and FY 2027, respectively.

Assumptions:

The DWS assumes the new allocations of revenue collected from noncharged and ineffectively charged benefits will not be implemented until employer rates are established January 1, 2025, resulting in a lower revenue impact in FY 2025 than those estimated in FY 2026 and FY 2027. The revenue decrease and increases are based upon the DWS's assumption that the total annual revenue distributed equals $12,800,000, based on average collections of noncharged and ineffectively charged benefits from calendar years 2018 through 2022.

NOTICE-AGENCY ESTIMATE OF ADMINISTRATIVE IMPACT REQUESTED

This bill has administrative impact that appears to increase duties or responsibilities of one or more state agencies and may impact agency spending or staffing requirements. As introduced, the bill does not modify any state agency budget or current personnel authorizations.
The following state agencies will be asked to provide their estimate of the administrative fiscal impact prior to the first committee meeting held to consider the bill:

Department of Workforce Services

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