

**REVENUE IMPACT OF
PROPOSED LEGISLATION**
76th Oregon Legislative Assembly
2011 Regular Session
Legislative Revenue Office

Bill Number:	SB 638
Revenue Area:	Unemployment Insurance
Economist:	Dae Baek
Date:	3/2/2011

Measure Description: Provides for the payment of Oregon emergency benefits to qualifying individuals during a specified emergency benefit period. Directs Director of Employment Department to stop payments of Oregon emergency benefits when the total amount of payments would exceed \$30 million if paid for the succeeding calendar week. Sunsets on January 2, 2014. Declares an emergency and takes effect on passage.

Revenue Impact (in \$Millions):

	Fiscal Year		Biennium		
	2009-10	2010-11	2009-11	2011-2013	2013-2015
Unemployment Insurance Trust Fund	\$ 0	-\$24.3	-\$24.3	-\$2.0	-\$2.0

Impact Explanation: Oregon Employment Department estimates that 17,500 claimants will receive a total of 92,000 claimant-weeks of Oregon emergency benefits (OEB). The estimated cost of OEB is \$26 million from the Unemployment Insurance (UI) Trust Fund through the end of 2010-11 fiscal year. \$1.95 million will be paid back into the trust fund by reimbursing employers. Throughout the biennia in this analysis, there will be loss of interest due to lower UI Trust Fund balances.

Creates, Extends, or Expands Tax Expenditure: Yes No