REVENUE IMPACT OF PROPOSED LEGISLATION

Seventy-Eighth Oregon Legislative Assembly 2015 Regular Session Legislative Revenue Office Bill Number: SB 243

Revenue Area: Unemployment Insurance

Economist: Dae Baek Date: 2/16/2015

Only Impacts on Original or Engrossed Versions are Considered Official

Measure Description: Provides that an individual who is paid unemployment insurance (UI) benefits to which the individual is not entitled is liable, in certain circumstances, to have the amount deducted from any future benefits otherwise payable under the law of another state. Extends UI benefits overpayment recovery period from three to five years. Takes effect on passage.

Revenue Impact (in \$Millions):

	Fiscal Year		Biennium		
	2015-16	2016-17	2015-17	2017-19	2019-21
Unemployment Insurance Trust Fund	\$0.10	\$0.11	\$0.21	\$0.27	\$0.30

Impact Explanation: This bill makes two changes to enhance the capacity of the Oregon Employment Department (OED) to recover overpaid UI benefits. First, it provides that the OED has the authority to request another state to offset UI benefits otherwise payable to an individual when the individual has an outstanding UI benefits overpayment in Oregon, even when the individual was not at fault for causing the overpayment. Second, the bill extends overpaid UI benefits recovery period from three to five years. These changes will result in a net addition to the UI Trust Fund over time.

Creates, Extends, or Expands Tax Expenditure: No