REVENUE IMPACT OF PROPOSED LEGISLATION

80th Oregon Legislative Assembly 2020 Regular Session Legislative Revenue Office Bill Number: HB 4087 - B

Revenue Area: Wage Security Fund

Economist: Dae Baek Date: 02/27/2020

Only Impacts on Original or Engrossed Versions are Considered Official

Measure Description:

Allows payment from the Wage Security Fund to be made to a wage claimant for wages earned and unpaid in the event that the Commissioner of Bureau of Labor and Industries has obtained a judgment or has issued a final order in an administrative proceeding for a collection of a wage claim.

Revenue Impact (in \$Millions):

	Biennium		
	2019-21	2021-23	2023-25
Wage Security Fund	-\$0.04	-\$0.16	-\$0.16

Data Source: Bureau of Labor and Industries

Impact Explanation:

According to the Bureau of Labor and Industries (BOLI), claims data from 2014 through 2019 show that each year an average of \$100,706 is owed to workers at the point of final order (after claims have been investigated/verified and employers have had the opportunity to appeal the finding or pay the worker). The same data reveal that employers ultimately end up paying about 20% of this amount. An average of \$80,145 per year is left unpaid.

Creates, Extends, or Expands Tax Expenditure: Yes No

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