

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 3536-02
Bill No.: SB 864
Subject: Unemployment Compensation, Division of Employment Security,
Employers/Employees, Teachers, Schools
Type: # Corrected
Date: February 27, 2006
Corrected agency response and added Oversight assumption.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2007	FY 2008	FY 2009
Total Estimated Net Effect on General Revenue Fund	\$0	\$0	\$0

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2007	FY 2008	FY 2009
Total Estimated Net Effect on <u>Other</u> State Funds	\$0	\$0	\$0

Numbers within parentheses: () indicate costs or losses.
This fiscal note contains 3 pages.

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2007	FY 2008	FY 2009
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2007	FY 2008	FY 2009
Local Government	\$0	\$0	\$0

FISCAL ANALYSIS

ASSUMPTION

#Officials from the **Office of the Attorney General**, the **Office of Administration**, and the **Department of Elementary and Secondary Education** assumed this proposal would have no fiscal impact on their organizations.

#Officials from the **Department of Labor and Industrial Relations** assume this proposal could result in the loss of federal administrative grants of \$40 million per year to the Unemployment Compensation Administration Fund and the loss to Missouri employers of Federal Unemployment Tax Credits. The United States Department of Labor has informally indicated that the proposal does not conform to federal law. The economic impact on small business alone cannot be determined.

#**Oversight** assumes the proposal incorporates into state law existing policy regarding resignations, and that no fiscal impact would result from this proposal. Oversight assumes the proposal could be implemented through regulation without a federal disqualification of the state unemployment insurance program.

<u>FISCAL IMPACT - State Government</u>	FY 2007 (10 Mo.)	FY 2008	FY 2009
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

<u>FISCAL IMPACT - Local Government</u>	FY 2007 (10 Mo.)	FY 2008	FY 2009
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

FISCAL IMPACT - Small Business

No direct fiscal impact to small businesses would be expected as a result of this proposal.

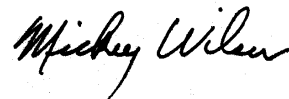
DESCRIPTION

This proposal would disqualify a teacher who resigned from unemployment benefits.

This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

SOURCES OF INFORMATION

Office of the Attorney General
Office of Administration
Department of Elementary and Secondary Education
Department of Labor and Industrial Relations



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Director
February 27, 2006