

FISCAL NOTE

(Return original and 10 copies)

Bill/Resolution No.: SB 2310 Amendment to: _____

Requested by Legislative Council Date of Request: 1-20-99

1. Please estimate the fiscal impact (in dollar amounts) of the above measure for state general or special funds, counties, cities, and school districts.

Narrative: Under this Bill, Section 1. deletes the special taxing of employers in industry 161, highway and street construction; Section 2. provides for an (additional) alternative method of monetarily qualifying for unemployment insurance benefits; and Section 3. repeals the special treatment (benefit duration) for workers in industry 161, highway and street construction by providing that a new duration schedule apply to all claimants regardless of industry. (See attached page)

2. State fiscal effect in dollar amounts:

	1997-99 Biennium		1999-2001 Biennium		2001-03 Biennium	
	General Fund	Special Funds	General Fund	Special Funds	General Fund	Special Funds
Revenues:	0	0	0	(\$637,000)	0	0
Expenditures:	0	0	0	\$3,754,900	0	\$4,333,700

What, if any, is the effect of this measure on the appropriation for your agency or department:

- a. For rest of 1997-99 biennium: _____ 0
- b. For the 1999-2001 biennium: _____ 0
- c. For the 2001-03 biennium: _____ 0

4. County, City, and School District fiscal effect in dollar amounts:

1997-99 Biennium			1999-2001 Biennium			2001-03 Biennium		
Counties	Cities	School Districts	Counties	Cities	School Districts	Counties	Cities	School Districts
No Impact			\$65,700			\$75,800		

If additional space is needed, attach a supplemental sheet.

Signed Wayne F. Kindem

Typed Name WAYNE F. KINDEM

Department JOB SERVICE NORTH DAKOTA

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Date Prepared: 1-25-99

In developing this fiscal note, industry 161 was assumed to have no impact on benefit duration until January 1, 2000. This is because it is taken away as a special duration schedule and put back as a general duration schedule. It was assumed that contributions from industry 161 employers would not be available for last six quarters 1999-2001 Biennium, since this special assessment is scheduled to sunset on December 31, 2000.

The Special Fund is the State Unemployment Insurance Fund. Based on data from Program Year 1997, Section 1 of the Bill would result in reduced income to the Special Fund of \$637,000 for the 1999-2001 biennium.

Section 2 of the Bill will affect 77 claimants. Section 3 of the Bill will affect 2,780 claimants. The impact of Section 2 and Section 3 of the bill for the 1999-2001 biennium is projected to have an increased benefit payout of \$3,754,900. (\$3,691,000 Special Funds and \$63,900 State Benefit Fund). The impact of Section 2 and Section 3 of the bill for the 2001-03 biennium is projected to be an increased Benefit payout of \$4,333,700 (\$4,260,000 Special Funds and \$73,700 State Benefit Fund).

Job Service North is unable to separately breakout the impact on Counties, Cities and School Districts.