



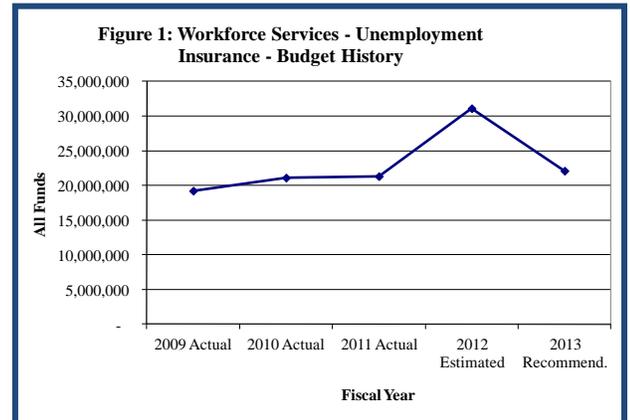
DEPARTMENT OF WORKFORCE SERVICES UNEMPLOYMENT INSURANCE LINE ITEM

SOCIAL SERVICES
STAFF: GARY K. RICKS

BUDGET BRIEF

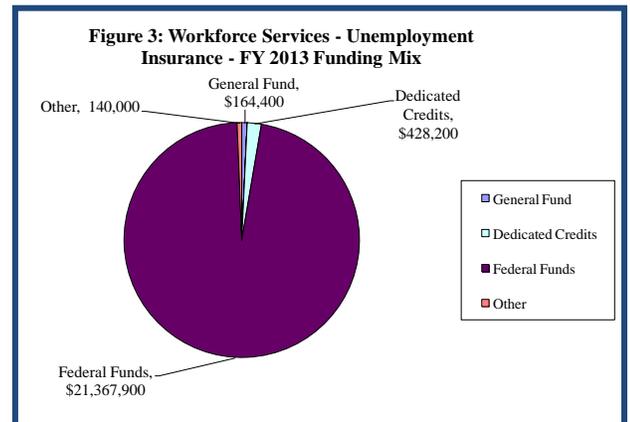
SUMMARY

The Federal-State Unemployment Insurance (UI) Program provides unemployment benefits to eligible workers who are unemployed through no fault of their own (as determined under state law), and meet other eligibility requirements of state law. UI payments (benefits) are intended to provide temporary financial assistance to unemployed workers who meet the requirements of state law. Each state administers a separate unemployment insurance program within guidelines established by federal law. State law also determines benefit amounts and the length of time benefits are available. There are two programs within this line item. Their descriptions follow.



Unemployment Insurance Administration

This program administers Unemployment Insurance activities. Funding for the administration of the UI program comes from the Federal Unemployment Tax Act (FUTA). The UI Administration program determines what employers and workers are subject to coverage, the contribution rates assessed, and collection provisions. The Centralized New Hire Registry at DWS is managed in this program, through contract with the state Office of Recovery Services for locating, establishing, and enforcing child, medical, and spousal support as well determining continuing eligibility for unemployment insurance and other public assistance funds.



Adjudication

The Adjudication/Legal division provides hearings of unemployment insurance claims and public assistance payment disputes, as well as the appeals of such hearings. The division also provides legal guidance for departmental matters. The department is statutorily obligated to provide an adjudication process for unemployment and public assistance programs.

RECOMMENDATIONS

The Legislature, on recommendation of this Subcommittee passed, Social Services Base Budget (Senate Bill 8, 2012 General Session). The following budget table outlines the fiscal information for the DWS Unemployment Insurance line item appropriated budget as encapsulated in Senate Bill 8. The Analyst recommends that the Subcommittee approve this information. The Legislature may make additional adjustments to the DWS budget during the remainder of the 2012 General Session.

DWS Unemployment Insurance Line Item Budget Detail

Workforce Services - Unemployment Insurance						
Sources of Finance	FY 2011 Actual	FY 2012 Appropriated	Changes	FY 2012 Revised	Changes	FY 2013* Recommended
General Fund	165,000	164,400	0	164,400	0	164,400
Federal Funds	19,404,500	22,060,800	1,807,900	23,868,700	(2,500,800)	21,367,900
American Recovery and Reinvestm	1,180,500	4,357,000	643,000	5,000,000	(5,000,000)	0
Dedicated Credits Revenue	334,800	272,900	155,300	428,200	0	428,200
GFR - Special Administrative Expen	123,900	1,500,000	0	1,500,000	(1,500,000)	0
Transfers - Medicaid	104,100	0	140,000	140,000	0	140,000
Transfers - Within Agency	0	138,700	(138,700)	0	0	0
Total	\$21,312,800	\$28,493,800	\$2,607,500	\$31,101,300	(\$9,000,800)	\$22,100,500
Programs						
Adjudication	3,520,200	0	3,474,000	3,474,000	0	3,474,000
Unemployment Insurance Administ	17,792,600	28,493,800	(866,500)	27,627,300	(9,000,800)	18,626,500
Total	\$21,312,800	\$28,493,800	\$2,607,500	\$31,101,300	(\$9,000,800)	\$22,100,500
Categories of Expenditure						
Personnel Services	18,473,800	21,069,000	7,277,200	28,346,200	(9,000,800)	19,345,400
In-state Travel	22,700	47,300	1,700	49,000	0	49,000
Out-of-state Travel	24,000	36,500	13,700	50,200	0	50,200
Current Expense	2,375,400	2,543,800	(197,800)	2,346,000	0	2,346,000
DP Current Expense	345,500	334,200	(24,300)	309,900	0	309,900
DP Capital Outlay	71,400	106,000	(106,000)	0	0	0
Other Charges/Pass Thru	0	4,357,000	(4,357,000)	0	0	0
Total	\$21,312,800	\$28,493,800	\$2,607,500	\$31,101,300	(\$9,000,800)	\$22,100,500
Other Data						
Budgeted FTE	0.0	303.8	(3.3)	300.5	0.0	300.5
Vehicles	0.0	1.0	1.0	2.0	0.0	2.0

*Does not include amounts in excess of subcommittee's state fund allocation that may be recommended by the Fiscal Analyst.