

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL MEMORANDUM

HB 2512 – SB 2481

April 18, 2016

SUMMARY OF ORIGINAL BILL: Requires the Commissioner of Labor and Workforce Development to publish the report concerning the condition of the Unemployment Trust Fund during the first week of January and the first week of July each year on the department's website.

FISCAL IMPACT OF ORIGINAL BILL:

NOT SIGNIFICANT

IMPACT TO COMMERCE OF ORIGINAL BILL:

NOT SIGNIFICANT

SUMMARY OF AMENDMENTS (013391, 016193): Amendment 013391 deletes all language of the original bill. Requires the Department of Labor and Workforce Development (DLWD) to maintain a 100 percent verification of employment searches performed by unemployment insurance recipients and removes the medical exemption from the list of disqualifying events for unemployment benefits.

Amendment 016193 deletes the language of the bill as amended by amendment 013391 that removes the medical exemption from the list of disqualifying events for unemployment benefits.

FISCAL IMPACT OF BILL WITH PROPOSED AMENDMENTS:

Decrease State Expenditures – Exceeds \$50,000/Unemployment Trust Fund

Assumptions for the bill as amended:

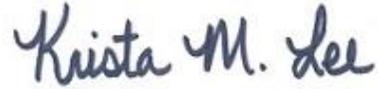
- Based on information provided by DLWD, the department's new unemployment insurance system currently being implemented has the capability of complying with the provision requiring 100 percent verification of employment searches performed by unemployment insurance recipients and will result in additional individuals being removed from the unemployment program due to noncompliance of employment searches.

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- The amount of individuals that will be removed from the program for noncompliance of employment searches and the amount of reduced expenditures from the Unemployment Trust Fund for those individuals is not known, but is reasonably estimated to exceed \$50,000 annually.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in blue ink that reads "Krista M. Lee". The signature is written in a cursive, flowing style.

Krista M. Lee, Executive Director

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