HB13-1054

Colorado Legislative Council Staff Fiscal Note

FINAL FISCAL NOTE

Drafting Number:	LLS 13-0557	**Date:**	June 20, 2013
Prime Sponsor(s):	Rep. Melton; Exum Sen. Tochtrop	**Bill Status:**	Signed into Law
		Fiscal Analyst:	Clare Pramuk (303-866-2677)

TITLE: CONCERNING LESSENING THE REDUCTION OF UNEMPLOYMENT INSURANCE BENEFITS REQUIRED WHEN A CLAIMANT WITHDRAWS AMOUNTS FROM A RETIREMENT PLAN AS A RESULT OF UNEMPLOYMENT.

Fiscal Impact Summary	FY 2013-2014	FY 2014-2015
State Revenue		
State Expenditures Cash Funds Unemployment Insurance Trust Fund	See State Expenditures section.	
FTE Position Change		
Effective Date: The bill was signed into law by the Governor and took effect on April 4, 2013.		
Appropriation Summary for FY 2013-2014: None required.		
Local Government Impact: None.		

Summary of Legislation

Under current law, if an unemployment insurance (UI) claimant withdraws any moneys from an employer-sponsored retirement plan, the full balance of the claimant's account is used to determine the length of time the claimant must wait to become eligible to receive UI benefits. This bill requires that the Department of Labor and Employment use only the amount withdrawn and not reinvested to determine the number of weeks that the claimant's benefits are postponed.

State Expenditures

This bill may have a minimal fiscal impact on the Unemployment Insurance Trust Fund but information on delays caused by retirement withdrawals are not tracked. If a claimant exhausts his or her state UI benefits, then there is no fiscal impact from reducing the delay in that claimant receiving benefits. For a claimant who becomes employed prior to exhausting his or her benefits, the reduced delay will result in an increase in benefits paid because the claimant began receiving benefits earlier and so collected more.

Departments Contacted

Labor and Employment Personnel and Administration