MAINE STATE LEGISLATURE

The following document is provided by the

LAW AND LEGISLATIVE DIGITAL LIBRARY

at the Maine State Law and Legislative Reference Library

http://legislature.maine.gov/lawlib



Reproduced from scanned originals with text recognition applied (searchable text may contain some errors and/or omissions)



1			L.D. 1538			
2	Date: 5/30/25	(Filing l	No. S-198)			
	MINORITY					
3	LABOR					
4	Reproduced and distributed under the direction of the Secretary of the Senate.					
5	STATE OF MAINE					
6	SENATE					
7	132ND LEGISLATURE					
8	FIRST SPECIAL SESSION					
9	COMMITTEE AMENDMENT "A" to S.P. 622, L.D. 1538, "An Act to Index Unemployment Benefits to the Unemployment Rate"					
11	Amend the bill by inserting after section 10 the following:					
12 13	'Sec. 11. Appropriations and allocations. The following appropriations and allocations are made.					
14	LABOR, DEPARTMENT OF					
15	Employment Security Services 0245					
16 17	Initiative: Allocates one-time funds for the cost of making programming updates necessary to implement changes to the payment of unemployment benefits.					
18 19 20	FEDERAL EXPENDITURES FUND All Other	2025-26 \$495,000	2026-27 \$0			
21	FEDERAL EXPENDITURES FUND TOTAL	\$495,000	\$0			
22	•					
23 24	Amend the bill by relettering or renumbering any non number to read consecutively.	consecutive Part let	ter or section			
25	SUMMARY					
26 27	This amendment is the minority report of the committee. The amendment adds an appropriations and allocations section.					
28	FISCAL NOTE REQUIR	ED				
29	(See attached)					

Page 1 - 132LR1638(02)

COMMITTEE AMENDMENT



132nd MAINE LEGISLATURE

LD 1538

LR 1638(02)

An Act to Index Unemployment Benefits to the Unemployment Rate

Fiscal Note for Bill as Amended by Committee Amendment " $\mathcal{A}(S-198)$)

Committee: Labor

Fiscal Note Required: Yes

Fiscal Note

Current biennium savings - Unemployment Compensation Fund
Potential current biennium revenue decrease - Unemployment Compensation Fund

			Projections	Projections	
	FY 2025-26	FY 2026-27	FY 2027-28	FY 20°	9
Appropriations/Allocations					
Federal Expenditures Fund	\$495,000	\$0	\$0		\$0

Fiscal Detail and Notes

Current law provides that an eligible individual may receive up to 26 weeks of unemployment benefits in any benefit year. This legislation establishes the maximum number of weeks that an individual may receive benefits at 14 weeks if the State's average unemployment rate is 5.5% or below with an additional week added for every 0.5% that the rate is above 5.5% to a maximum of 26 weeks of benefits. Reducing the maximum number of weeks that an eligible individual may receive unemployment benefits will result in savings to the Unemployment Compensation Fund. The amount of savings cannot be estimated and will depend on actual experience. This bill includes a one-time Federal Expenditures Fund allocation of \$495,000 in fiscal year 2025-26 to the Department of Labor for the cost of making programming updates to its benefit payment system in order to implement the changes in this bill.

This reduction of benefits may eventually be reflected in lower rates to employers on subsequent contribution rate schedules. The amount and timing of reduced revenue to the Unemployment Compensation Fund cannot be determined at this time.