## **BILL SUMMARY** 1<sup>st</sup> Session of the 56<sup>th</sup> Legislature

Bill No.:HB 1110Version:CCR ARequest Number:7887Author:Rep. McDanielDate:5/16/2017Impact:OESC: FY18: Anticipate impact<br/>to be revenue neutral to agency.

## **Research Analysis**

Pending

Prepared By: Marcia Goff

## **Fiscal Analysis**

The measure, per the Oklahoma Employment Security Commission (OESC), was requested, includes clean up language amendments, and creates the Oklahoma Employment Security Commission Technology Fund. The fund will be created by a 5% unemployment tax reduction and commensurate employer apportionment for the next 5 years. The Technology Fund will lower the unemployment tax rates on Oklahoma employers by 5% and assess each employer a Technology Fund Assessment of 5%. The program method will maintain the employer's bottom line tax bill. The 5% Technology Assessment will last for five years and is anticipated to be revenue neutral.

The bill authorizes the OESC to spend up to \$39 million on the technology redesign project. Project monies spent will include the development of software for unemployment tax and benefit programs, imaging, workflow, case management, program implementation, project management and new hardware. The program anticipates utilizing the program to overcome the loss of 150-200 FTE anticipated with reductions over the next five years, due to decreases in federal funding.

Prepared By: Jenny Mobley

## **Other Considerations**

None.

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