

N.C. GENERAL ASSEMBLY LEGISLATIVE FISCAL NOTE

Fiscal Research
733-4910

Prepared By: Fred Aikens	Date Prepared: 6/20/89	Bill No.: SB 905	Edition: 1
Approved By: Tom Covington			Sponsor: Sen. Odom
Short Title: ESC Monthly Reports Upon Request			

TYPE OF FISCAL IMPACT	COUNTY		FUNDS AFFECTED:			
	State Gov't	Local Gov't	() General	() Highway	(x) Other: Emp. Sec. Comm. () Local	
			State Fiscal Impact	FY	FY	FY
No Fiscal Impact () ()			State Total Req'ments	\$211,200	\$196,200	
			Receipts/Revenues			
Increase Expenditure (x) ()			Net State Expend./Rev.	211,200	196,200	
			No. of Positions	(4.5)	(4.5)	
Decrease Expenditure () ()			Local Fiscal Impact	FY	FY	FY
Increase Revenue () ()			Local Total Req'ments			
			Receipts/Revenues			
Decrease Revenue () ()			Net Local Expend./Rev.			
No Estimate Avail. () ()			No. of Positions			

Description of Legislation

- Summary of Legislation: SB 905 requires the Employment Security Commission to provide an employer monthly reports of the employer's account when the employer submits a written request.
- Effective Date: Upon Ratification.
- Fund or Tax Affected: Employment Security Commission fund
- Principal Department/Program Affected: Employment Security Commission, Department of Commerce

Cost or Revenue Impact on State

FY

FY

FY

	88-89	89-90
1. Non-Recurring Costs/Revenue	\$15,000	-
2. Recurring Costs/Revenues	\$196,200	\$196,200
3. Fiscal/Revenue Assumptions		

1989-90	
\$15,000	Systems design start-up costs (one time)
\$42,000	Computer Costs (\$3,500 per month x 12 months)
\$4,800	Mail Room (\$400 per month x 12 months)
\$4,200	Information Systems Assistance (\$350 per month x 12 months)
\$135,000	Positions (4 1/2 x \$30,000 per position)
\$10,200	Indirect (10% Proposed) Computed on Personal Services Only (salaries & fringe benefits)

TOTAL FIRST YEAR COSTS \$211,200

Cost/Revenue Impact on County or Local Government

	FY 88-89	FY 89-90	FY
1. Non-Recurring Costs/Revenues			
2. Recurring Costs/Revenues			
3. Fiscal/Revenue Assumptions			

Sources of Data for Fiscal Note: Employment Security Commission

Technical Considerations/Comments: SB 905, if enacted, will require the Employment Security Commission to provide an employer monthly reports of the employer's account when the employer submits a written request. The Employment Security Commission currently provides this information to employers once a year. In addition, employers are notified of projected benefit charges and actual charges when claims are filed and benefits collected. This notification allows employers to closely monitor charges against their accounts.

Currently, most inquiries are claimant specific and are accessed by the claimant's Social Security account number. There are in excess of 650,000 claimant records on

file. To comply with SB 905 will require a redesign of the Employment Security Commission's computer system so that any one of 170,000 records of employers could be accessed when the employer submits a request for a monthly report of his account. The necessity to redesign the computer system and the anticipated inquiries concerning individual claimants following receipt of the report, is the rationale for the cost noted above. Without a redesign of the computer system, every record in the existing data base must be hit to gather information on a particular claimant.



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