

REPORT OF THE
State Unemployment Trust Fund Authority Ad Hoc
Subcommittee
(Bingham, Cooper, Cobb-Hunter, White, Ott - Staff Contact: Katie Owen)

HOUSE BILL 3762

H. 3762 -- Reps. Cooper, White, Bowen, Gambrell and Thayer: A BILL TO AMEND SECTION 41-31-45, CODE OF LAWS OF SOUTH CAROLINA, 1976, RELATING TO THE UNEMPLOYMENT INSURANCE TRUST FUND, SO AS TO PROVIDE THAT IN A YEAR IN WHICH THE FUND IS IN DEBT STATUS, THE DEPARTMENT OF EMPLOYMENT AND WORKFORCE, AMONGST OTHER ESTIMATES, MUST ESTIMATE THE AMOUNT OF INCOME NECESSARY TO REPAY ALL OUTSTANDING FEDERAL LOANS WITHIN EIGHT YEARS.

<i>Summary of Bill:</i>	This bill extends the federal loan repayment of the Unemployment Trust Fund to eight years.
<i>Introduced:</i> 3/1/2011	<i>Received by Ways and Means:</i> 3/2/2011
<i>Estimated Fiscal Impact:</i>	PENDING
<i>Subcommittee Recommendation:</i>	Adopted
<i>Full Committee Recommendation:</i>	Pending
<i>Other Notes/Comments:</i>	CLICK HERE to Edit Notes/Comments

South Carolina General Assembly
119th Session, 2011-2012

H. 3762

STATUS INFORMATION

General Bill

Sponsors: Reps. Cooper, White, Bowen, Gambrell, Thayer and Sandifer

Document Path: I:\council\bill\ncd\11399dg11.docx

Introduced in the House on March 1, 2011

Currently residing in the House Committee on **Ways and Means**

Summary: Not yet available

HISTORY OF LEGISLATIVE ACTIONS

<u>Date</u>	<u>Body</u>	<u>Action Description with journal page number</u>
3/1/2011	House	Introduced and read first time (<u>House Journal-page 3</u>)
3/1/2011	House	Referred to Committee on Ways and Means (<u>House Journal-page 3</u>)
3/2/2011	House	Member(s) request name added as sponsor: Sandifer

View the latest [legislative information](#) at the LPITS web site

VERSIONS OF THIS BILL

3/1/2011

1
2
3
4
5
6
7
8
9
10

A BILL

11 TO AMEND SECTION 41-31-45, CODE OF LAWS OF SOUTH
12 CAROLINA, 1976, RELATING TO THE UNEMPLOYMENT
13 INSURANCE TRUST FUND, SO AS TO PROVIDE THAT IN A
14 YEAR IN WHICH THE FUND IS IN DEBT STATUS, THE
15 DEPARTMENT OF EMPLOYMENT AND WORKFORCE,
16 AMONGST OTHER ESTIMATES, MUST ESTIMATE THE
17 AMOUNT OF INCOME NECESSARY TO REPAY ALL
18 OUTSTANDING FEDERAL LOANS WITHIN EIGHT YEARS.

19
20 Be it enacted by the General Assembly of the State of South
21 Carolina:

22
23 SECTION 1. Section 41-31-45(B) of the 1976 Code, as added by
24 Act 234 of 2010, is amended to read:

25
26 “(B)For each calendar year during which the state
27 Unemployment Insurance Trust Fund is in debt status, the
28 department must estimate the amount of income necessary to pay
29 benefits for that year, the amount of income necessary to avoid
30 automatic FUTA credit reductions, and an amount of income
31 necessary to repay all outstanding federal loans within five eight
32 years. Additional estimates of interest costs shall be determined
33 concurrently.

34 (1) Estimates of the revenue needed to pay benefits will be
35 based on Congressional Budget Office projections for the
36 subsequent calendar year’s total unemployment rate. This total
37 unemployment rate will be adjusted for South Carolina based on
38 the historic relationship between the unemployment rate in South
39 Carolina and the national unemployment rate calculated from 1980
40 to present.

41 (2) The historic relationship, calculated from 1980 to
42 present, between the total unemployment rate and the insured

1 unemployment rate in South Carolina will be used to adjust the
2 projected total unemployment rate to the rate of insured
3 unemployment.

4 (3) Estimates of forecasted benefits will be based upon the
5 prior three year average of the annual number of weeks
6 compensated multiplied by an estimate of the average weekly
7 benefit for the next year.

8 (4) Estimates of amounts to pay to avoid FUTA credit
9 reductions and amount of repayments on the loan will be projected
10 through consultation with officials at the US Department of
11 Labor.”

12
13 SECTION 2. This act takes effect upon approval by the Governor.

14 ----XX----
15