

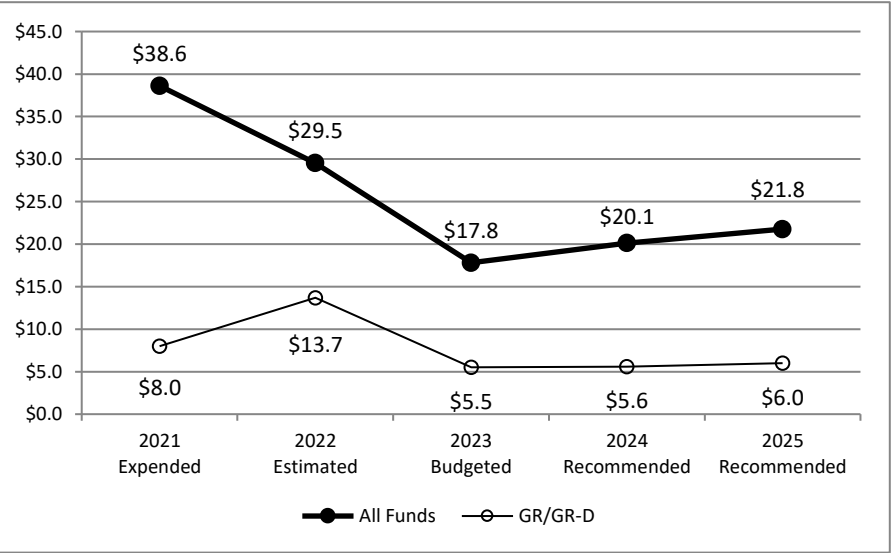
Reimbursements to the Unemployment Compensation Benefit Account
Summary of Budget Recommendations - Senate

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Method of Financing	2022-23 Base	2024-25 Recommended	Biennial Change (\$)	Biennial Change (%)
General Revenue Funds	\$0	\$0	\$0	0.0%
GR Dedicated Funds	\$19,205,424	\$11,552,495	(\$7,652,929)	(39.8%)
Total GR-Related Funds	\$19,205,424	\$11,552,495	(\$7,652,929)	(39.8%)
Federal Funds	\$0	\$0	\$0	0.0%
Other	\$28,141,444	\$30,326,096	\$2,184,652	7.8%
All Funds	\$47,346,868	\$41,878,591	(\$5,468,277)	(11.5%)

	FY 2023 Budgeted	FY 2025 Recommended	Biennial Change	Percent Change
FTEs	0.0	0.0	0.0	0.0%

Historical Funding Levels (Millions)



The bill pattern for this agency (2024-25 Recommended) represents an estimated 100.0% of the agency's estimated total available funds for the 2024-25 biennium.

Reimbursements to the Unemployment Compensation Benefit Account
Summary of Funding Changes and Recommendations - Senate

Section 2

Funding Changes and Recommendations for the 2024-25 Biennium compared to the 2022-23 Base Spending Level (in millions)		General Revenue	GR-Dedicated	Federal Funds	Other Funds	All Funds	Strategy in Appendix A
SIGNIFICANT Funding Changes and Recommendations (additional details are provided in Appendix A):							
1)	A decrease in the State's unemployment compensation reimbursement due to an anticipated decrease in unemployment benefits paid to former state employees based on agency estimates of unemployment compensation obligations.	\$0.0	(\$7.7)	\$0.0	\$2.2	(\$5.5)	A.1.1
TOTAL SIGNIFICANT & OTHER Funding Changes and Recommendations (in millions)		\$0.0	(\$7.7)	\$0.0	\$2.2	(\$5.5)	As Listed
SIGNIFICANT & OTHER Funding Increases		\$0.0	\$0.0	\$0.0	\$2.2	\$2.2	As Listed
SIGNIFICANT & OTHER Funding Decreases		\$0.0	(\$7.7)	\$0.0	\$0.0	(\$7.7)	As Listed

NOTE: Totals may not sum due to rounding.

**Reimbursements to the Unemployment Compensation Benefit Account
Selected Fiscal and Policy Issues - Senate**

1. **Program Overview.** Reimbursements to the Unemployment Compensation Benefit Account (RUCBA) provides unemployment compensation benefits to former employees from state agencies and institutions of higher education and is managed by the Texas Workforce Commission (TWC). RUCBA is funded through two Methods of Finance: General Revenue- Dedicated (GR-D) Unemployment Compensation Special Administration Account No. 165 (GR-D Fund 165) and Interagency Transfers to GR-D Fund 165. GR-D Fund 165 collects penalties and interest under the Unemployment Compensation Act and is used to reimburse the Unemployment Compensation Trust Fund for benefits paid to former state employees.

State agencies reimburse GR-D Fund 165 for each employee formerly employed at that agency proportionate to the funding source. Agencies that are funded by General Revenue reimburse GR-D Fund 165 for one-half of the unemployment benefits paid to former employees; the remaining half is paid from GR-D Fund 165. Agencies that are funded through GR-D, Federal Funds, or Other Funds reimburse GR-Fund 165 for the full unemployment benefits amount for former employees.

Reimbursements for unemployment compensation benefits paid to former state employees have remained relatively constant over the last five years and the agency projects this trend to continue through the next biennium.

2. **Program Funding.** The beginning fund balance for GR-D Fund 165 in fiscal year 2024 is estimated to be approximately \$50.7 million and revenue is projected to generate approximately \$40.2 million over the 2024-25 biennium. Appropriations are made from this account to TWC primarily for the Labor Law Enforcement program and administration costs totaling \$4.6 million and GR-D appropriations to RUCBA are estimated to be \$11.6 million in the 2024-25 biennium.

Appropriations from GR-D Fund 165 and Interagency Transfers to GR-D Fund 165 are estimates of state unemployment compensation obligations and the recommendations for the 2024-25 biennium are in alignment with TWC's request.

Reimbursements to the Unemployment Compensation Benefit Account
Appendices - Senate

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* Appendix is not included - no significant information to report

Reimbursements to the Unemployment Compensation Benefit Account					
Funding Changes and Recommendations by Strategy - Senate -- ALL FUNDS					
Strategy/Goal	2022-23 Base	2024-25 Recommended	Biennial Change	% Change	Comments
STATE'S UC REIMBURSEMENT A.1.1	\$47,346,868	\$41,878,591	(\$5,468,277)	(11.5%)	All Funds net decrease included the following: Decrease of \$7,652,929 in General Revenue-Dedicated Fund 165 offset by an increase of \$2,184,652 in Interagency Contracts (IAC) related to an anticipated increase in unemployment benefits paid to former state employees based on agency estimates of unemployment compensation obligations.
Total, Goal A, STATE'S UC REIMBURSEMENT	\$47,346,868	\$41,878,591	(\$5,468,277)	(11.5%)	
Grand Total, All Strategies	\$47,346,868	\$41,878,591	(\$5,468,277)	(11.5%)	