

**Preliminary Estimate of Amendment in the Nature of a Substitute to H.R. 5749
 "Emergency Extended Unemployment Compensation Act of 2008"**

**4/16/2008
 Preliminary and Subject to Change**

based on draft language f:\V10\041408\041408.267.xml, dated April 14, 2008 (5:36 p.m.)

Estimate assumes enactment June 1, 2008.

The proposal would provide 13 weeks of benefits in all states, plus an additional 13 weeks in states with high unemployment (4% insured unemployment rate or 6 percent TUR) through January, 2009, with a 'soft' cutoff February 1, 2009. Beginning after the cutoff date, no new beneficiaries would be added to the program, and beneficiaries could not transition on to the second 13 week period, but could receive their remaining weeks of benefits, through April, 2009.

(by fiscal year, in billions of dollars)

	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018	2008-2013	2008-2018
change in outlays	6.2	6.7	0.0	0.0	0.0	0.0	0.0	-0.2	-0.3	-0.3	-0.4	12.8	11.7
change in revenues	0.0	*	0.1	0.2	0.2	0.1	0.3	0.4	0.5	0.7	0.8	0.6	3.2
net budgetary effect^a	6.2	6.6	-0.1	-0.2	-0.2	-0.1	-0.3	-0.6	-0.7	-1.0	-1.2	12.2	8.5

NOTES: Components may not sum to totals because of rounding. "*" = less than \$50 million.

This estimate includes administrative costs and the interactive effect that the program would have on regular benefits, extended benefits, and trade adjustment assistance.

Emergency benefits would be paid out of the EUCA account in the UI TF. Those payments would reduce the amount available for transfer to the states in later years under the Reed Act, resulting in reduced outlays and increased revenues relative to March baseline assumptions.

a. A positive number reflects an increase in the deficit. A negative number reflects a decrease in the deficit.