#### Small Business Impact Statement

Electronic Filing of Unemployment Insurance
Wage & Contribution Reports
Small Business Workshop
March 22, 2018

Alessandro Capello
Economist
Research & Analysis Bureau





#### Small Business Workshop

□ Purpose is to discuss and solicit comment on the regulation requiring the electronic filing of unemployment contribution and wage reports.





# Estimated Economic Impact of Regulation

- Affects all Nevada employers that submit contribution and wage reports.
- Manual filers will need to adopt a new method for filing reports.
- With no data on how these employers will elect to file, no dollar amount is estimable.





## Beneficial Impacts

- Electronic filing is expected to provide employers with improved efficiency in report filing.
- Improved data accuracy.





#### Adverse Impacts

- Some employers may lack technological resources/access to internet.
- Possible increase in expenses as employers may choose to hire a payroll service to complete reports (10 employees for 1 year ranges between \$820-\$3,080).
- ☐ If an employer can demonstrate that the regulation is a hardship, they may request a waiver from the administrator.





#### Direct Impacts

■ Regulation will require employers that are not already electronically filing their contribution and wage reports, to begin doing so July 1, 2018.





## Indirect Impacts

- Employers may have to acquire technology to submit reports (i.e. obtain internet connectivity).
- Employers may choose to hire a service to submit contribution and wage reports on their behalf.





# Estimated Cost of Enforcement & Revenue Increase

- Regulation will be enforced through the existing UI system, therefore no additional cost will be incurred.
- ☐ This is a revenue neutral regulation.





#### Duplication or More Stringent Standards than Federal, State, or Local Governments

- Regulation only modifies employer reporting requirements.
- ☐ If an employer can demonstrate that the regulation is a hardship, a waiver can be requested from the Administrator.



