

Employment Department
Advisory Council
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Salem, OR 97301

Catie Theisen, Chair Employee Member Oregon AFL-CIO

Kurtis Barker, Vice ChairPublic Member
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Haley Alves Employee Member Union Carpenter

Robert Camarillo Employee Member Oregon State Building and Construction Trades

Marc Chrismer Employer Member Tillamook Creamery

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Employment Department

March 27, 2023

Honorable Elizabeth Steiner, Co-Chair Honorable Tawna Sanchez, Co-Chair Joint Committee on Ways and Means 900 Court Street NE, Room H-178 Salem, OR 97301

Dear Co-Chairs Steiner and Sanchez:

As Chair of the Oregon Employment Department Advisory Council (OED Advisory Council), I am sending this letter on behalf of the OED Advisory Council in support of policy package #115 in the Governor's Request Budget for the Oregon Employment Department (department). This policy package is critical for quality service levels across the department for the 2023-25 biennium.

We support funding this policy package with a slight increase to the State Employment Department Administrative Fund (SEDAF) formula, raising the percentage of SEDAF from .09% to .109%. This proposed SEDAF increase is not projected to impact unemployment insurance tax schedules in the foreseeable future, and it will permit the department to combat fraud and otherwise protect the integrity of the Unemployment Insurance Trust Fund.

In a perfect world, the federal government would provide adequate administrative funding to states, however, federal administrative funding falls far short (see attachment) of providing the funding necessary for the department to provide the public with the service levels they expect and deserve. The department is currently working with the Oregon congressional delegation to pursue a funding formula that works better for Oregon as well as all other states and jurisdictions.

The OED Advisory Council is comprised of employer, employee, and public members with the purpose of providing feedback and guidance to the agency director with respect to the unemployment insurance and employment service programs.

Honorable Elizabeth Steiner, Co-Chair Honorable Tawna Sanchez, Co-Chair Joint Committee on Ways and Means March 23, 2023 Page 2

In closing, we urge your support of policy package #115 for the benefit of Oregon's workers and employers.

On behalf of the OED Advisory Council,

Catie Theisen, Chair OED Advisory Council Chair

CC: Full Ways and Means

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Honorable Aaron Woods, Co-Chair

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Honorable Mark Gamba, Member

Honorable Kevin Mannix, Member

Honorable Nathan Sosa, Member

ATTACHMENT A

2023-25 Budget Drivers: Federal/UI Administrative Funds

