



SUTA / FUA Loan Overview

- **Highest FUA loan balance for SC was \$977,720,813 in March 2011**
- **Current FUA loan balance for SC is \$782,352,167.94 as of March 26, 2012.**
- **Tax rates for 2011 were designed to raise approximately**
 - \$500 million for benefit payment
 - \$146 million to avoid FUTA credit reduction (principal payment + increased UTF solvency)
 - \$34 million for interest payments
- **DEW paid principal of \$184M in 2011. Also, \$35M in FUTA credit reduction has been applied against our balance, further reducing it to the current level of \$782M.**
- **Tax rates for 2012 were designed to raise approximately \$607.75 million**
 - \$422.75 million for benefit payments
 - \$150 million to avoid FUTA credit reduction (principal payment + increased UTF solvency)
 - \$35 million for interest payments
 - For 2012 tax rates to **remain at the revised 2011 level**, DEW would need to be appropriated approximately **\$97.2 million.**
 - For 2012 tax rates **to increase by approximately 4% over the revised 2011 level**, DEW would need to be appropriated approximately **\$77 million.**



2012 State Funding Comparison

| Rate Class | Current 2012 | General Fund Supplemental Appropriation | |
|--|--------------|---|--------------------------|
| | | \$97.2 M | \$77 M |
| | | <u>Revised avg. cost</u> | <u>Revised avg. cost</u> |
| 1 | \$11.76 | \$11.76 | \$11.76 |
| 2 | \$97.44 | \$81.80 | \$85.98 |
| 3 | \$107.64 | \$90.30 | \$94.73 |
| 4 | \$119.04 | \$99.90 | \$104.45 |
| 5 | \$130.56 | \$110.60 | \$115.26 |
| 6 | \$144.60 | \$122.30 | \$127.27 |
| 7 | \$159.84 | \$135.10 | \$140.61 |
| 8 | \$176.40 | \$149.00 | \$155.43 |
| 9 | \$195.48 | \$165.00 | \$171.90 |
| 10 | \$217.08 | \$183.10 | \$190.20 |
| 11 | \$240.00 | \$202.30 | \$210.53 |
| 12 | \$265.44 | \$223.70 | \$233.13 |
| 13 | \$501.84 | \$423.30 | \$439.44 |
| 14 | \$557.76 | \$470.20 | \$487.46 |
| 15 | \$618.84 | \$521.40 | \$540.83 |
| 16 | \$686.28 | \$579.00 | \$600.12 |
| 17 | \$761.28 | \$642.00 | \$666.00 |
| 18 | \$845.16 | \$712.50 | \$739.20 |
| 19 | \$938.04 | \$791.40 | \$820.53 |
| 20 | \$1,042.32 | \$878.90 | \$910.90 |
| Avg. % increase over rev. 2011 costs | | 0% change | 4% increase |
| Avg. % decrease below current 2012 costs | | 16% decrease | 12% decrease |

2012 (currently enacted) rate calculation is based on **Senate Bill 391 (Act 234) of 2010.**

This amount was recommended for SUTA supplemental funding in the House budget bill.