## EMPLOYMENT AND TRAINING ADMINISTRATION ADVISORY SYSTEM U.S. DEPARTMENT OF LABOR Washington, D.C. 20210

CLASSIFICATION
UI/EUC08
CORRESPONDENCE SYMBOL
OUI/DUIO
DATE
April 9, 2013

ADVISORY: UNEMPLOYMENT INSURANCE PROGRAM LETTER NO. 13-13,

Change 1

**TO:** STATE WORKFORCE AGENCIES

**FROM:** JANE OATES /s/

Assistant Secretary

**SUBJECT:** Implementation of Sequestration under the Budget Control Act of 2011 for the

Unemployment Insurance Programs for Fiscal Year 2013 - Questions and

Answers: Emergency Unemployment Compensation

1. <u>Purpose</u>. To respond to questions from states about the impact of sequestration on Emergency Unemployment Compensation (EUC) for fiscal year (FY) 2013.

## 2. References.

- Balanced Budget and Emergency Deficit Control Act of 1985 (BBEDCA), as amended (2 USC 900 et seq.);
- Budget Control Act of 2011 (BCA) (Pub. L. 112-25);
- American Taxpayer Relief Act of 2012 (ATRA) (Pub. L. 112-240), Title V, Sections 501-503;
- Unemployment Insurance Program Letter (UIPL) No. 23-08, Supplemental Appropriation Act, 2008, Title IV—Emergency Unemployment Compensation, and UIPL No. 23-08, Changes 1, 2, 3, 4, 5, and 6;
- UIPL No. 04-10, Extension of Temporary Provisions—Emergency Unemployment Compensation, 2008, Federal Additional Compensation, and Extended Benefits, and UIPL No. 04-10, Changes 1, 2, 3, 4, 5, 6, 7, 8, 9, 10 and 11; and
- UIPL No. 13-13, Implementation of Sequestration under the Budget Control Act of 2011 for the Unemployment Insurance Programs for Fiscal Year 2013.
- 3. <u>Background</u>. The BCA amended the BBEDCA to require reductions in budgetary authority, known as sequestration, beginning on January 2, 2013, unless Congress passed, and the President signed, a bill that reduced the deficit by at least \$1.2 trillion over 10 years. The ATRA amended the BBEDCA to delay the sequestration implementation date from January 2, 2013, to March 1, 2013. As required by the BBEDCA, the President issued a sequestration order on March 1, 2013. UIPL No. 13-13 outlined the sequestration reduction requirements as they applied to the Unemployment Insurance programs for FY 2013. This

RESCISSIONS	EXPIRATION DATE
None	Continuing

UIPL contains questions and answers about the sequestration reductions for EUC that were outlined in UIPL No. 13-13.

- **4.** <u>Action Requested.</u> State Administrators are requested to provide this guidance to appropriate staff.
- 5. <u>Inquiries</u>. Questions should be directed to the appropriate Regional Office.
- **6.** Attachment. Questions and Answers: Emergency Unemployment Compensation (EUC)