

HOUSE BILL NO. 215

IN THE LEGISLATURE OF THE STATE OF ALASKA

THIRTY-FIRST LEGISLATURE - SECOND SESSION

BY THE HOUSE RULES COMMITTEE BY REQUEST OF THE GOVERNOR

Introduced: 1/24/20

Referred:

A BILL

FOR AN ACT ENTITLED

1 "An Act relating to unemployment insurance contribution rates; and providing for an
2 effective date."

3 **BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:**

4 * **Section 1.** AS 23.20.290(c) is amended to read:

5 (c) The rate of contributions for each employer is a percentage of the average
6 benefit cost rate multiplied by the employer's experience factor set out in column C of
7 the table in this subsection opposite the employer's applicable rate class set out in
8 column A plus the fund solvency adjustment surcharge required under (f) of this
9 section. That percentage is 76 percent beginning January 1, 2009, and 73 percent
10 beginning January 1, 2010. However, the rate of contributions for an employer may
11 not be less than **the corresponding minimum tax rate set out in column D for each**
12 **rate class** [ONE PERCENT OR MORE THAN SIX AND ONE-HALF PERCENT.
13 THE RATE OF CONTRIBUTIONS FOR AN EMPLOYER IN RATE CLASS 21
14 MAY NOT BE LESS THAN 5.4 PERCENT]. The rate of contributions for an

1 employer must be rounded to the nearest 1/100th of one percent.

2				<u>COLUMN D</u>
3	COLUMN B	COLUMN C		<u>Minimum</u>
4	COLUMN A	Cumulative		<u>Rate Tax</u>
5	Rate Class	Ratable Payroll		<u>(percent)</u>
6		at least	but less than	
7		(percent)	(percent)	
8	1		5	<u>0.40</u>
9	2	5	10	<u>0.45</u>
10	3	10	15	<u>0.50</u>
11	4	15	20	<u>0.55</u>
12	5	20	25	<u>0.60</u>
13	6	25	30	<u>0.65</u>
14	7	30	35	<u>0.70</u>
15	8	35	40	<u>0.80</u>
16	9	40	45	<u>0.90</u>
17	10	45	50	<u>1.00</u>
18	11	50	55	<u>1.00</u>
19	12	55	60	<u>1.00</u>
20	13	60	65	<u>1.00</u>
21	14	65	70	<u>1.00</u>
22	15	70	75	<u>1.00</u>
23	16	75	80	<u>1.00</u>
24	17	80	85	<u>1.00</u>
25	18	85	90	<u>1.00</u>
26	19	90	95	<u>1.00</u>
27	20	95	99.99	<u>1.00</u>
28	21	99.99		<u>5.40.</u>

29 * **Sec. 2.** This Act takes effect January 1, 2021.