

State of South Dakota

EIGHTY-NINTH SESSION
LEGISLATIVE ASSEMBLY, 2014

400V0231

HOUSE BILL NO. 1045

Introduced by: The Committee on Commerce and Energy at the request of the Department
of Labor and Regulation

1 FOR AN ACT ENTITLED, An Act to revise unemployment insurance contribution rates.

2 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF SOUTH DAKOTA:

3 Section 1. That § 61-5-25.2 be amended to read as follows:

4 61-5-25.2. The employer's reserve ratio for calendar year 2010 and 2011 ~~shall be~~ is the result
5 obtained by dividing the balance of credits existing in the employer's experience-rating account
6 by the total taxable payroll of the employer for the preceding three calendar years. The
7 employer's reserve ratio for calendar year 2012 and thereafter is the result obtained by dividing
8 the balance of credits existing in the employer's experience-rating account as of June thirtieth
9 preceding the year for which the rate is to be computed by the total taxable payroll of the
10 employer for the preceding three fiscal years. The employer's experience-rating account balance
11 for 2012 and thereafter for the purpose of this section is the balance on July thirty-first of the
12 year preceding the year for which rates are computed and is the difference between the
13 contributions paid through July thirty-first and the benefits paid through the preceding June
14 thirtieth.



	Column "A"	Column "B"
	Contribution Rate	Reserve Ratio
1		
2		
3	9.50%	Less than -6.50%
4	9.00%	-6.50% and Less than -6.00%
5	8.50%	-6.00% and Less than -5.50%
6	8.00%	-5.50% and Less than -5.00%
7	7.50%	-5.00% and Less than -4.50%
8	7.00%	-4.50% and Less than -4.00%
9	6.50%	-4.00% and Less than -3.50%
10	6.00%	-3.50% and Less than -3.00%
11	5.50%	-3.00% and Less than -2.50%
12	5.00%	-2.50% and Less than -2.00%
13	4.50%	-2.00% and Less than -1.50%
14	4.00%	-1.50% and Less than -1.00%
15	3.50%	-1.00% and Less than -0.75%
16	3.00%	-0.75% and Less than -0.50%
17	2.50%	-0.50% and Less than -0.25%
18	2.00%	-0.25% and Less than 0.00%
19	1.50%	0.00% and Less than 0.50%
20	1.25%	0.50% and Less than 0.75%
21	1.00%	0.75% and Less than 1.00%
22	0.50%	1.00% and Less than 1.25%
23	0.35%	1.25% and Less than 1.50%
24	0.20%	1.50% and Less than 2.00%
25	0.10%	2.00% and Less than 2.50%
26	0.00%	2.50% and Over

27 The contribution rates provided in this section apply to and are retroactive to taxable wages
28 paid on and after January 1, 2010, through December 31, 2014.

29 Section 2. That chapter 61-5 be amended by adding thereto a NEW SECTION to read as

1 follows:

2 The employer's reserve ratio for calendar year 2015 and thereafter is the result obtained by
 3 dividing the balance of credits existing in the employer's experience-rating account as of June
 4 thirtieth preceding the year for which the rate is to be computed by the total taxable payroll of
 5 the employer for the preceding three fiscal years. The employer's experience-rating account
 6 balance for the purpose of this section is the balance on July thirty-first of the year preceding
 7 the year for which rates are computed and is the difference between the contributions paid
 8 through July thirty-first and the benefits paid through the preceding June thirtieth.

9	Column "A"	Column "B"
10	Contribution Rate	Reserve Ratio
11	9.50%	Less than -7.00%
12	9.00%	-7.00% and Less than -6.50%
13	8.50%	-6.50% and Less than -6.00%
14	8.00%	-6.00% and Less than -5.50%
15	7.50%	-5.50% and Less than -5.00%
16	7.00%	-5.00% and Less than -4.50%
17	6.50%	-4.50% and Less than -4.00%
18	6.00%	-4.00% and Less than -3.50%
19	5.50%	-3.50% and Less than -3.00%
20	5.00%	-3.00% and Less than -2.50%
21	4.50%	-2.50% and Less than -2.00%
22	4.00%	-2.00% and Less than -1.50%
23	3.50%	-1.50% and Less than -1.00%
24	3.00%	-1.00% and Less than -0.75%
25	2.50%	-0.75% and Less than -0.50%
26	2.00%	-0.50% and Less than -0.25%
27	1.50%	-0.25% and Less than 0.00%

1	1.00%	0.00% and Less than 0.50%
2	0.75%	0.50% and Less than 0.75%
3	0.60%	0.75% and Less than 1.00%
4	0.40%	1.00% and Less than 1.25%
5	0.30%	1.25% and Less than 1.50%
6	0.20%	1.50% and Less than 1.75%
7	0.10%	1.75% and Less than 2.25%
8	0.00%	2.25% and Over

9 The contribution rates provided in this section apply to taxable wages paid on and after
10 January 1, 2015.