HOUSE FILE 2013 BY LUKAN

A BILL FOR

An Act reducing the time period during which new employers
are subject to the new employer contribution rate for
unemployment insurance and including effective date
provisions.
BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

TLSB 5346YH (5) 84 je/rj 1 Section 1. Section 96.7, subsection 2, paragraph c, 2 subparagraphs (1) and (2), Code 2011, are amended to read as 3 follows:

4 (1) A nonconstruction contributory employer newly subject 5 to this chapter shall pay contributions at the rate specified 6 in the twelfth benefit ratio rank but not less than one percent 7 until the end of the calendar year in which the employer's 8 account has been chargeable with benefits for twelve four 9 consecutive calendar quarters immediately preceding the 10 computation date.

11 (2) A construction contributory employer, as defined under 12 rules adopted by the department, which is newly subject to this 13 chapter shall pay contributions at the rate specified in the 14 twenty-first benefit ratio rank until the end of the calendar 15 year in which the employer's account has been chargeable 16 with benefits for twelve four consecutive calendar quarters 17 immediately preceding the computation date.

Sec. 2. EFFECTIVE DATE. This Act takes effect July 1, 2012.
EXPLANATION

This bill reduces the time period during which construction and nonconstruction employers are subject to the contribution rate for new employers for unemployment insurance from three years to four calendar quarters.

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24 The bill takes effect July 1, 2012.

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