1	State of Arkansas
2	89th General Assembly A Bill
3	Regular Session, 2013 SENATE BILL 850
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5	By: Senator J. Hendren
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7	For An Act To Be Entitled
8	AN ACT TO REQUIRE THAT THE UNEMPLOYMENT STABILIZATION
9	TAX SHALL BE CREDITED TO THE SEPARATE ACCOUNT OF EACH
10	EMPLOYER; TO AMEND THE STABILIZATION TAX RATES FOR
11	THE UNEMPLOYMENT COMPENSATION FUND; AND FOR OTHER
12	PURPOSES.
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15	Subtitle
16	TO REQUIRE THAT THE UNEMPLOYMENT
17	STABILIZATION TAX SHALL BE CREDITED TO
18	THE SEPARATE ACCOUNT OF EACH EMPLOYER;
19	AND TO AMEND THE STABILIZATION TAX RATES
20	FOR THE UNEMPLOYMENT COMPENSATION FUND.
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22	
23	BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:
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25	SECTION 1. Arkansas Code § 11-10-705(a)(2), concerning the computation
26	of future rate contributions, is amended to read as follows:
27	(2) $\underline{(A)}$ The record of an employer shall include, for the purpose
28	of computing an employer's contribution rate, any payment, except a payment
29	that represents a stabilization tax payment or a payment that represents an
30	extended benefit tax payment, made by the employer on or before July 31 on
31	wages paid by the employer on or before June 30 of the calendar year.
32	(B) However, for calendar years beginning January 1, 2014,
33	and thereafter, the record of the employer shall include a payment that
34	represents a stabilization tax payment made by the employer on or before July
35	31 on wages paid by the employer on or before June 30 of the calendar year.
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1	SECTION 2. Arkansas Code § 11-10-706(a)(2), concerning the
2	stabilization tax for the Unemployment Compensation Fund, is amended to read
3	as follows:
4	(2)(A) This stabilization tax shall not be credited to the
5	separate account of each employer.
6	(B) However, for calendar years beginning January 1, 2014,
7	and thereafter, this stabilization tax shall be credited to the separate
8	account of each employer for the purpose of the computation of future rates
9	<u>under § 11-10-705.</u>
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11	SECTION 3. Arkansas Code 11-10-706(b)(5) and (6), concerning the
12	stabilization tax rates for the Unemployment Compensation Fund, are amended
13	to read as follows:
14	(5) If the assets of the Unemployment Compensation Fund on the
15	computation date are less than one-half of one percent (0.5%) of total
16	payrolls for employment during the preceding calendar year;
17	(A) The the stabilization tax shall be seven-tenths of one
18	percent (0.7%) through December 31, 2013; and
19	(B) For calendar years beginning January 1, 2014, and
20	thereafter the stabilization tax shall be five-tenths of one percent (0.5%);
21	and
22	(6) If the assets of the Unemployment Compensation Fund on the
23	computation date are less than four-tenths of one percent (0.4%) of total
24	payrolls for employment during the preceding calendar year;
25	(A) The the stabilization tax shall be one and one tenth
26	percent (1.1%) for the calendar year 1993, nine-tenths of one percent (0.9%)
27	for the calendar year 1994, and eight-tenths of one percent (0.8%) for the
28	calendar year 1995 and thereafter through December 31, 2013; and
29	(B) For calendar years beginning January 1, 2014 and
30	thereafter the stabilization tax shall be six-tenths of one percent (0.6%).
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32	/s/J. Hendren
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