MEASURE: CARRIER:

REVENUE: No revenue impact FISCAL: Fiscal statement issued	
Action:	Do Pass
Vote:	4 - 0 - 1
Yeas:	Avakian, Gordly, Monroe, Prozanski
Nays:	0
Exc.:	Beyer
Prepared By:	Anna Braun, Administrator
Meeting Dates:	3/7

WHAT THE MEASURE DOES: Increases the wage threshold for an employer to become subject to unemployment insurance tax from \$225 to \$1000 per quarter.

ISSUES DISCUSSED:

• Provisions of the measure.

EFFECT OF COMMITTEE AMENDMENT: No amendment.

BACKGROUND: Employers are currently required to register and pay taxes for unemployment insurance (UI) when they either pay \$225 of total payroll in a calendar quarter or employ workers for 18 separate weeks during a calendar year. HB 2207 keeps the calendar requirements intact, but increases the dollar threshold to \$1000 before an employer would have to register and pay UI taxes.

The minimum threshold wage level was last set in 1972.