

State of South Dakota

EIGHTY-SIXTH SESSION
LEGISLATIVE ASSEMBLY, 2011

139S0402

SENATE BILL NO. 125

Introduced by: Senators Vehle, Brown, Buhl, Garnos, Hansen (Tom), Krebs, Maher, Nelson (Tom), Peters, and Tieszen and Representatives Lust, Bolin, Boomgarden, Brunner, Carson, Conzet, Gibson, Hubbel, Rozum, Solum, Van Gerpen, White, and Willadsen

1 FOR AN ACT ENTITLED, An Act to revise the time period for computing unemployment
2 insurance employer contribution rates.

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

4 Section 1. That § 61-5-18 be amended to read as follows:

5 61-5-18. If ~~at the beginning of any calendar year~~ an employer has met the requirements of
6 § 61-5-20.2 on the computation date for the year, then the employer's contribution rate shall be
7 the rate appearing in Column "A" on the same line on which the employer's reserve ratio appears
8 in Column "B" of the rate schedule applicable to such year. The computation date for calendar
9 year 2012 and each year thereafter is June thirtieth of the preceding year.

10 Section 2. That § 61-5-18.17 be amended to read as follows:

11 61-5-18.17. The employer's reserve ratio for calendar year 2010 and ~~thereafter~~ 2011 shall
12 be the result obtained by dividing the balance of credits existing in the employer's experience-
13 rating account by the total taxable payroll of the employer for the preceding three calendar years.
14 The employer's reserve ratio for calendar year 2012 and thereafter is the result obtained by



1 dividing the balance of credits existing in the employer's experience-rating account as of June
 2 thirtieth preceding the year for which the rate is to be computed by the total taxable payroll of
 3 the employer for the preceding three fiscal years. The employer's experience-rating account
 4 balance for 2012 and thereafter for the purpose of this section is the balance on July thirty-first
 5 of the year preceding the year for which rates are computed and is the difference between the
 6 contributions paid through July thirty-first and the benefits paid through the preceding June
 7 thirtieth.

	Column "A"	Column "B"
	Contribution Rate	Reserve Ratio
10	9.50%	Less than -6.50%
11	9.00%	-6.50% and Less than -6.00%
12	8.50%	-6.00% and Less than -5.50%
13	8.00%	-5.50% and Less than -5.00%
14	7.50%	-5.00% and Less than -4.50%
15	7.00%	-4.50% and Less than -4.00%
16	6.50%	-4.00% and Less than -3.50%
17	6.00%	-3.50% and Less than -3.00%
18	5.50%	-3.00% and Less than -2.50%
19	5.00%	-2.50% and Less than -2.00%
20	4.50%	-2.00% and Less than -1.50%
21	4.00%	-1.50% and Less than -1.00%
22	3.50%	-1.00% and Less than -0.75%
23	3.00%	-0.75% and Less than -0.50%
24	2.50%	-0.50% and Less than -0.25%
25	2.00%	-0.25% and Less than 0.00%
26	1.50%	0.00% and Less than 0.50%
27	1.25%	0.50% and Less than 0.75%

1	1.00%	0.75% and Less than 1.00%
2	0.50%	1.00% and Less than 1.25%
3	0.35%	1.25% and Less than 1.50%
4	0.20%	1.50% and Less than 2.00%
5	0.10%	2.00% and Less than 2.50%
6	0.00%	2.50% and Over

7 The contribution rates provided in this section apply to and are retroactive to taxable wages
8 paid on and after January 1, 2010.