

Original sponsor: Rules Committee by  
request of the Governor

Offered: 4/12/72  
Referred: Rules

1 IN THE HOUSE BY THE LABOR AND MANAGEMENT COMMITTEE  
2 CS FOR HOUSE BILL NO. 433  
3 IN THE LEGISLATURE OF THE STATE OF ALASKA  
4 SEVENTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act relating to employment security; and providing  
7 for an effective date."

8 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:

9 \* Section 1. AS 23.20.165 (e) is amended to read:

10 (e) An employer shall maintain a record of the amount deducted  
11 from the wages of each of his employees, and shall furnish a statement of  
12 the deductions to each employee at the times and in the manner the  
13 commissioner prescribes by regulation. No deduction may be made from  
14 those wages in excess of the first \$12,000 [\$7,200] of wages paid to an  
15 employee during a calendar year. If an employee earns wages totaling  
16 more than \$12,000 [\$7,200] in one calendar year in the employ of two or  
17 more employers, or if one employer through error makes a deduction from  
18 his wages in excess of \$12,000 [\$7,200] during a calendar year, the amount  
19 of the deductions in excess of those required by this chapter shall be  
20 refunded to the employee by the commissioner upon application for them in  
21 accordance with regulations prescribed by him. Application must be made  
22 during the calendar year after the calendar year in which the deductions  
23 are made.

24 \* Sec. 2. AS 23.20.170 is repealed and re-enacted to read:

25 Sec. 23.20.170. RATE OF CONTRIBUTIONS. (a) Subject to secs. 175  
26 and 280-310 of this chapter, beginning October 1, 1960 and continuing  
27 through December 31, 1972, an employer shall pay contributions equal to  
28 2.9 per cent and each of his employees shall pay contributions equal to  
29 0.6 per cent of wages paid by him and received by each employee with

1 respect to employment.

2 (b) Subject to secs. 175 and 280 - 310 of this chapter, beginning  
3 January 1, 1973, the standard rate of contributions by employers is 2.9  
4 per cent of wages. Each employer who has not been subject to this  
5 chapter for a sufficient period of time to have his rate computed under  
6 sec. 290 of this chapter, shall pay contributions at a rate equal to the  
7 average industry tax rate as determined by the commissioner, provided  
8 that such rate shall not be less than 1.5 per cent. Assignment by the  
9 commissioner of employers to industrial classification, for the purposes  
10 of this subsection, shall be in accordance with established classification  
11 practices found in the "Standard Industrial Classification Manual"  
12 issued by the United States Department of Labor to the first digit  
13 provided in the Standard Industrial Classification code.

14 \* Sec. 3. AS 23.20.175(a) is amended to read:

15 (a) For the purposes of secs. 165 and 170 of this chapter, after  
16 December 31, 1959 and through December 31, 1972, wages do not include  
17 that part of remuneration which, after remuneration equal to \$7,200 has  
18 been paid in a calendar year to an individual by an employer or his  
19 predecessor with respect to employment, is paid to the individual by the  
20 employer during the calendar year unless that part of the remuneration is  
21 subject to a tax under a federal law imposing a tax against which credit  
22 may be taken for contributions required to be paid into a state unemploy-  
23 ment fund.

24 \* Sec. 4. AS 23.20.175 is amended by adding a new subsection to read:

25 (c) For the purposes of secs. 165 and 170 of this chapter, after  
26 December 31, 1972, wages do not include that part of remuneration which,  
27 after remuneration equal to \$12,000 has been paid in a calendar year to  
28 an individual by an employer or his predecessor with respect to employ-  
29 ment, is paid to the individual by the employer during the calendar year

1 unless that part of the remuneration is subject to a tax under a federal  
 2 law imposing a tax against which credit may be taken for contributions  
 3 required to be paid into a state unemployment fund.

4 \* Sec. 5. AS 23.20.290 (b) is amended to read:

5 (b) The department shall segregate the employers into groups in accor-  
 6 dance with cumulative ratable payroll. The limits of the groups are those  
 7 set out in column B of the table in this section. Each of these groups  
 8 shall be identified by the rate class number in column A which is oppo-  
 9 site the figures in column B which represents the percentage limits of  
 10 each group. An employer shall be assigned to the rate class in which the  
 11 greater part of the employer's ratable payroll falls. If one-half of the  
 12 employer's ratable payroll falls in one class, and one-half in another,  
 13 he shall be assigned to the lower numbered rate class. No employer may  
 14 be assigned to a higher numbered rate class than is assigned to another  
 15 employer with the same average quarterly decline quotient. An eligible  
 16 employer and his employees shall pay contributions on wages paid by him  
 17 and received by them at the contribution rate in column C and column D,  
 18 respectively, which are opposite the employer's rate class in column A.

19	A	B		C	D
20	RATE	EMPLOYER'S CUMULATIVE PAYROLL		CONTRIBUTION RATE	
21	CLASS	LIMITS (PER CENT OF STATE		(PER CENT)	
22		TOTAL RATABLE PAYROLL)			
23		More Than	Equal to or	Employer	Employee
24			Less Than		
25	1	0	10	1.5	<u>0.6</u> [0.3]
26	2	10	20	1.8	<u>0.6</u> [0.4]
27	3	20	30	2.1	<u>0.6</u> [0.5]
28	4	30	40	2.4	0.6
29	5	40	50	2.9	0.6

6	50	60	3.2	0.6 [0.7]
7	60	70	3.5	0.6 [0.8]
8	70	80	3.7	0.6 [0.8]
9	80	90	3.8	0.6 [0.9]
10	90	100	4.0	0.6 [0.9]

\* Sec. 6. AS 23.20.350(b) is repealed and re-enacted to read:

(b) Except as provided in (a) of this section, an individual's weekly benefit if established after June 30, 1972 is the amount shown in the table set out in this section in the applicable column opposite the amount of his total base period wages as shown in column A. Each individual who establishes a benefit year after June 30, 1972 is entitled to an augmented weekly benefit amount, as shown in the table set out in this section if, on the date he establishes his benefit year, he has dependents. The number of dependents is determined on the date he establishes his benefit year, and is fixed for the duration of the benefit year.

Total Base Period Wages Columns (A)	Basic Weekly Benefit Amount (B)	Augmented Weekly Benefit Amount with the Following Dependents					Benefit Duration Factor (H)
		One	Two	Three	Four	Five	
		(C)	(D)	(E)	(F)	(G)	
\$ 0- 749.99	\$00	\$00	\$00	\$00	\$00	\$00	00
750- 799.99	23	28	33	38	43	46	14
800- 899.99	24	29	34	39	44	48	16
900-1099.99	25	30	35	40	45	50	18
1100-1299.99	26	31	36	41	46	51	20
1300-1499.99	27	32	37	42	47	52	22
1500-1699.99	28	33	38	43	48	53	24
1700-1899.99	29	34	39	44	49	54	26

1	1900-2099.99	30	35	40	45	50	55	28
2	2100-2199.99	31	36	41	46	51	56	28
3	2200-2299.99	32	37	42	47	52	57	28
4	2300-2399.99	33	38	43	48	53	58	28
5	2400-2499.99	34	39	44	49	54	59	28
6	2500-2599.99	35	40	45	50	55	60	28
7	2600-2699.99	36	41	46	51	56	61	28
8	2700-2799.99	37	42	47	52	57	62	28
9	2800-2899.99	38	43	48	53	58	63	28
10	2900-2999.99	39	44	49	54	59	64	28
11	3000-3099.99	40	45	50	55	60	65	28
12	3100-3199.99	41	46	51	56	61	66	28
13	3200-3299.99	42	47	52	57	62	67	28
14	3300-3399.99	43	48	53	58	63	68	28
15	3400-3499.99	44	49	54	59	64	69	28
16	3500-3599.99	45	50	55	60	65	70	28
17	3600-3699.99	46	51	56	61	66	71	28
18	3700-3799.99	47	52	57	62	67	72	28
19	3800-3899.99	48	53	58	63	68	73	28
20	3900-3999.99	49	54	59	64	69	74	28
21	4000-4099.99	50	55	60	65	70	75	28
22	4100-4199.99	51	56	61	66	71	76	28
23	4200-4299.99	52	57	62	67	72	77	28
24	4300-4399.99	53	58	63	68	73	78	28
25	4400-4499.99	54	59	64	69	74	79	28
26	4500-4599.99	55	60	65	70	75	80	28
27	4600-4699.99	56	61	66	71	76	81	28
28	4700-4799.99	57	62	67	72	77	82	28
29	4800-4899.99	58	63	68	73	78	83	28

1	4900-4999.99	59	64	69	74	79	84	28
2	5000-5099.99	60	65	70	75	80	85	28
3	5100-5199.99	61	66	71	76	81	86	28
4	5200-5299.99	62	67	72	77	82	87	28
5	5300-5399.99	63	68	73	78	83	88	28
6	5400-5499.99	64	69	74	79	84	89	28
7	5500-5599.99	65	70	75	80	85	90	28
8	5600-5699.99	66	71	76	81	86	91	28
9	5700-5799.99	67	72	77	82	87	92	28
10	5800-5899.99	68	73	78	83	88	93	28
11	5900-5999.99	69	74	79	84	89	94	28
12	6000-6099.99	70	75	80	85	90	95	28
13	6100-6199.99	71	76	81	86	91	96	28
14	6200-6299.99	72	77	82	87	92	97	28
15	6300-6399.99	73	78	83	88	93	98	28
16	6400-6499.99	74	79	84	89	94	99	28
17	6500-6599.99	75	80	85	90	95	100	28
18	6600-6699.99	76	81	86	91	96	101	28
19	6700-6799.99	77	82	87	92	97	102	28
20	6800-6899.99	78	83	88	93	98	103	28
21	6900-6999.99	79	84	89	94	99	104	28
22	7000-7099.99	80	85	90	95	100	105	28
23	7100-7199.99	81	86	91	96	101	106	28
24	7200-7299.99	82	87	92	97	102	107	28
25	7300-7399.99	83	88	93	98	103	108	28
26	7400-7499.99	84	89	94	99	104	109	28
27	7500-& over	85	90	95	100	105	110	28

\* Sec. 7. Section 6 of this Act takes effect July 1, 1972.

\* Sec. 8. Sections 1,2,3,4 and 5 of this Act take effect January 1, 1973.