

SENATE BILL NO. 2035

Introduced by

Legislative Council

(Industry, Business, and Labor Committee)

1 A BILL for an Act to amend and reenact subdivision d of subsection 5 of section 52-04-05 of the
2 North Dakota Century Code, relating to determination of unemployment insurance tax rates.

3 **BE IT ENACTED BY THE LEGISLATIVE ASSEMBLY OF NORTH DAKOTA:**

4 **SECTION 1. AMENDMENT.** Subdivision d of subsection 5 of section 52-04-05 of the
5 North Dakota Century Code is amended and reenacted as follows:

6 d. The tax rate necessary to generate the amount of income needed to reach a
7 solvency balance must be calculated by dividing the solvency balance by the
8 amount of income estimated as needed to pay benefits and multiplying the
9 resulting ratio times each rate, within the positive and negative rate arrays,
10 with a minimum multiplier of one hundred percent for the negative rate array,
11 as determined under this section to meet the average required rate needed to
12 pay benefits as defined by subdivision a. The ratio calculated under this
13 subdivision must also be multiplied by any rate calculated as required by
14 subsection 6 to arrive at a final rate for a new business. All results calculated
15 under this subdivision must be rounded to the nearest one-hundredth of one
16 percent.