

By: Strama

H.B. No. 222

A BILL TO BE ENTITLED

AN ACT

relating to the ceiling of the unemployment compensation fund.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

SECTION 1. Section 204.061, Labor Code, is amended to read as follows:

Sec. 204.061. CEILING AND FLOOR OF COMPENSATION FUND. (a) In this section, "covered wages" means taxable wages, divided by \$9,000, multiplied by average weekly wages multiplied by 52 weeks.

(b) In computing the tax rates under this subchapter:

(1) the ceiling of the compensation fund is one-half of one [~~two~~] percent of the total covered [~~taxable~~] wages for the four calendar quarters ending the preceding June 30; and

(2) the floor of the compensation fund is equal to the greater of:

(A) \$400 million; or

(B) one percent of the total taxable wages for the four calendar quarters ending the preceding June 30.

SECTION 2. This Act takes effect September 1, 2011.