

Rep. Jay Hoffman

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09900SB1941ham002

LRB099 08774 KTG 39618 a

- 1 AMENDMENT TO SENATE BILL 1941 2 AMENDMENT NO. . Amend Senate Bill 1941, AS AMENDED, by replacing everything after the enacting clause with the 3 following: 4 "Section 5. The Unemployment Insurance Act is amended by 5 6 changing Sections 401, 403, 602, 611, 1505, and 1506.6 as 7 follows: (820 ILCS 405/401) (from Ch. 48, par. 401) 8 Sec. 401. Weekly Benefit Amount - Dependents' Allowances. 9
- 10 A. With respect to any week beginning in a benefit year 11 beginning prior to January 4, 2004, an individual's weekly 12 benefit amount shall be an amount equal to the weekly benefit 13 amount as defined in the provisions of this Act as amended and
- in effect on November 18, 2011.
- B. 1. With respect to any benefit year beginning on or
- 16 after January 4, 2004 and before January 6, 2008, an

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individual's weekly benefit amount shall be 48% of his or her prior average weekly wage, rounded (if not already a multiple of one dollar) to the next higher dollar; provided, however, that the weekly benefit amount cannot exceed the maximum weekly benefit amount and cannot be less than \$51. Except as otherwise provided in this Section, with respect to any benefit year beginning on or after January 6, 2008, an individual's weekly benefit amount shall be 47% of his or her prior average weekly wage, rounded (if not already a multiple of one dollar) to the next higher dollar; provided, however, that the weekly benefit amount cannot exceed the maximum weekly benefit amount and cannot be less than \$51. With respect to any benefit year beginning in calendar year 2016, an individual's weekly benefit amount shall be 42.8% of his or her prior average weekly wage, rounded (if not already a multiple of one dollar) to the next higher dollar; provided, however, that the weekly benefit amount cannot exceed the maximum weekly benefit amount and cannot be less than \$51. With respect to any benefit year beginning in calendar year 2018, an individual's weekly benefit amount shall be 42.9% of his or her prior average weekly wage, rounded (if not already a multiple of one dollar) to the next higher dollar; provided, however, that the weekly benefit amount cannot exceed the maximum weekly benefit amount and cannot be less than \$51.

2. For the purposes of this subsection:

An individual's "prior average weekly wage" means the total

wages for insured work paid to that individual during the 2 calendar quarters of his base period in which such total wages were highest, divided by 26. If the quotient is not already a multiple of one dollar, it shall be rounded to the nearest dollar; however if the quotient is equally near 2 multiples of one dollar, it shall be rounded to the higher multiple of one dollar.

"Determination date" means June 1 and December 1 of each calendar year except that, for the purposes of this Act only, there shall be no June 1 determination date in any year.

"Determination period" means, with respect to each June 1 determination date, the 12 consecutive calendar months ending on the immediately preceding December 31 and, with respect to each December 1 determination date, the 12 consecutive calendar months ending on the immediately preceding June 30.

"Benefit period" means the 12 consecutive calendar month period beginning on the first day of the first calendar month immediately following a determination date, except that, with respect to any calendar year in which there is a June 1 determination date, "benefit period" shall mean the 6 consecutive calendar month period beginning on the first day of the first calendar month immediately following the preceding December 1 determination date and the 6 consecutive calendar month period beginning on the first day of the first calendar month immediately following the June 1 determination date.

"Gross wages" means all the wages paid to individuals

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1 during the determination period immediately preceding a

determination date for insured work, and reported to the

Director by employers prior to the first day of the third

calendar month preceding that date.

5 "Covered employment" for any calendar month means the total

6 number of individuals, as determined by the Director, engaged

7 in insured work at mid-month.

"Average monthly covered employment" means one-twelfth of the sum of the covered employment for the 12 months of a determination period.

"Statewide average annual wage" means the quotient, obtained by dividing gross wages by average monthly covered employment for the same determination period, rounded (if not already a multiple of one cent) to the nearest cent.

"Statewide average weekly wage" means the quotient, obtained by dividing the statewide average annual wage by 52, rounded (if not already a multiple of one cent) to the nearest cent. Notwithstanding any provision of this Section to the contrary, the statewide average weekly wage for any benefit period prior to calendar year 2012 shall be as determined by the provisions of this Act as amended and in effect on November 18, 2011. Notwithstanding any provisions of this Section to the contrary, the statewide average weekly wage for the benefit period of calendar year 2012 shall be \$856.55 and for each calendar year thereafter, the statewide average weekly wage shall be the statewide average weekly wage, as determined in

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accordance with this sentence, for the immediately preceding benefit period plus (or minus) an amount equal to the percentage change in the statewide average weekly wage, as computed in accordance with the first sentence of this paragraph, between the 2 immediately preceding benefit periods, multiplied by the statewide average weekly wage, as in accordance with this determined sentence, immediately preceding benefit period. However, for purposes of the Workers' Compensation Act, the statewide average weekly wage will be computed using June 1 and December 1 determination dates of each calendar year and such determination shall not be subject to the limitation of the statewide average weekly wage as computed in accordance with the preceding sentence of this paragraph.

With respect to any week beginning in a benefit year beginning prior to January 4, 2004, "maximum weekly benefit amount" with respect to each week beginning within a benefit period shall be as defined in the provisions of this Act as amended and in effect on November 18, 2011.

With respect to any benefit year beginning on or after January 4, 2004 and before January 6, 2008, "maximum weekly benefit amount" with respect to each week beginning within a benefit period means 48% of the statewide average weekly wage, rounded (if not already a multiple of one dollar) to the next higher dollar.

Except as otherwise provided in this Section, with respect

- 1 to any benefit year beginning on or after January 6, 2008,
- 2 "maximum weekly benefit amount" with respect to each week
- 3 beginning within a benefit period means 47% of the statewide
- 4 average weekly wage, rounded (if not already a multiple of one
- 5 dollar) to the next higher dollar.
- 6 With respect to any benefit year beginning in calendar year
- 7 2016, "maximum weekly benefit amount" with respect to each week
- 8 beginning within a benefit period means 42.8% of the statewide
- 9 average weekly wage, rounded (if not already a multiple of one
- 10 dollar) to the next higher dollar.
- 11 With respect to any benefit year beginning in calendar year
- 12 2018, "maximum weekly benefit amount" with respect to each week
- 13 beginning within a benefit period means 42.9% of the statewide
- 14 average weekly wage, rounded (if not already a multiple of one
- dollar) to the next higher dollar.
- 16 C. With respect to any week beginning in a benefit year
- beginning prior to January 4, 2004, an individual's eligibility
- 18 for a dependent allowance with respect to a nonworking spouse
- 19 or one or more dependent children shall be as defined by the
- 20 provisions of this Act as amended and in effect on November 18,
- 21 2011.
- With respect to any benefit year beginning on or after
- January 4, 2004 and before January 6, 2008, an individual to
- 24 whom benefits are payable with respect to any week shall, in
- addition to those benefits, be paid, with respect to such week,
- 26 as follows: in the case of an individual with a nonworking

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spouse, 9% of his or her prior average weekly wage, rounded (if not already a multiple of one dollar) to the next higher dollar, provided, that the total amount payable to the individual with respect to a week shall not exceed 57% of the statewide average weekly wage, rounded (if not already a multiple of one dollar) to the next higher dollar; and in the case of an individual with a dependent child or dependent children, 17.2% of his or her prior average weekly wage, rounded (if not already a multiple of one dollar) to the next higher dollar, provided that the total amount payable to the individual with respect to a week shall not exceed 65.2% of the statewide average weekly wage, rounded (if not already a multiple of one dollar) to the next higher dollar.

With respect to any benefit year beginning on or after January 6, 2008 and before January 1, 2010, an individual to whom benefits are payable with respect to any week shall, in addition to those benefits, be paid, with respect to such week, as follows: in the case of an individual with a nonworking spouse, 9% of his or her prior average weekly wage, rounded (if not already a multiple of one dollar) to the next higher dollar, provided, that the total amount payable to the individual with respect to a week shall not exceed 56% of the statewide average weekly wage, rounded (if not already a multiple of one dollar) to the next higher dollar; and in the case of an individual with a dependent child or dependent children, 18.2% of his or her prior average weekly wage,

rounded (if not already a multiple of one dollar) to the next higher dollar, provided that the total amount payable to the individual with respect to a week shall not exceed 65.2% of the statewide average weekly wage, rounded (if not already a multiple of one dollar) to the next higher dollar.

The additional amount paid pursuant to this subsection in the case of an individual with a dependent child or dependent children shall be referred to as the "dependent child allowance", and the percentage rate by which an individual's prior average weekly wage is multiplied pursuant to this subsection to calculate the dependent child allowance shall be referred to as the "dependent child allowance rate".

Except as otherwise provided in this Section, with respect to any benefit year beginning on or after January 1, 2010, an individual to whom benefits are payable with respect to any week shall, in addition to those benefits, be paid, with respect to such week, as follows: in the case of an individual with a nonworking spouse, the greater of (i) 9% of his or her prior average weekly wage, rounded (if not already a multiple of one dollar) to the next higher dollar, or (ii) \$15, provided that the total amount payable to the individual with respect to a week shall not exceed 56% of the statewide average weekly wage, rounded (if not already a multiple of one dollar) to the next higher dollar; and in the case of an individual with a dependent child or dependent child allowance rate multiplied by his

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or her prior average weekly wage, rounded (if not already a multiple of one dollar) to the next higher dollar, or (ii) the lesser of \$50 or 50% of his or her weekly benefit amount, rounded (if not already a multiple of one dollar) to the next higher dollar, provided that the total amount payable to the individual with respect to a week shall not exceed the product of the statewide average weekly wage multiplied by the sum of 47% plus the dependent child allowance rate, rounded (if not already a multiple of one dollar) to the next higher dollar.

With respect to any benefit year beginning in calendar year 2016, an individual to whom benefits are payable with respect to any week shall, in addition to those benefits, be paid, with respect to such week, as follows: in the case of an individual with a nonworking spouse, the greater of (i) 9% of his or her prior average weekly wage, rounded (if not already a multiple of one dollar) to the next higher dollar, or (ii) \$15, provided that the total amount payable to the individual with respect to a week shall not exceed 51.8% of the statewide average weekly wage, rounded (if not already a multiple of one dollar) to the next higher dollar; and in the case of an individual with a dependent child or dependent children, the greater of (i) the product of the dependent child allowance rate multiplied by his or her prior average weekly wage, rounded (if not already a multiple of one dollar) to the next higher dollar, or (ii) the of \$50 or 50% of his or her weekly benefit amount, rounded (if not already a multiple of one dollar) to the next

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higher dollar, provided that the total amount payable to the individual with respect to a week shall not exceed the product of the statewide average weekly wage multiplied by the sum of 42.8% plus the dependent child allowance rate, rounded (if not already a multiple of one dollar) to the next higher dollar.

With respect to any benefit year beginning in calendar year 2018, an individual to whom benefits are payable with respect to any week shall, in addition to those benefits, be paid, with respect to such week, as follows: in the case of an individual with a nonworking spouse, the greater of (i) 9% of his or her prior average weekly wage, rounded (if not already a multiple of one dollar) to the next higher dollar, or (ii) \$15, provided that the total amount payable to the individual with respect to a week shall not exceed 51.9% of the statewide average weekly wage, rounded (if not already a multiple of one dollar) to the next higher dollar; and in the case of an individual with a dependent child or dependent children, the greater of (i) the product of the dependent child allowance rate multiplied by his or her prior average weekly wage, rounded (if not already a multiple of one dollar) to the next higher dollar, or (ii) the lesser of \$50 or 50% of his or her weekly benefit amount, rounded (if not already a multiple of one dollar) to the next higher dollar, provided that the total amount payable to the individual with respect to a week shall not exceed the product of the statewide average weekly wage multiplied by the sum of 42.9% plus the dependent child allowance rate, rounded (if not

1 already a multiple of one dollar) to the next higher dollar.

With respect to each benefit year beginning after calendar year 2012, the dependent child allowance rate shall be the sum of the allowance adjustment applicable pursuant to Section 1400.1 to the calendar year in which the benefit year begins, plus the dependent child allowance rate with respect to each benefit year beginning in the immediately preceding calendar year, except as otherwise provided in this subsection. The dependent child allowance rate with respect to each benefit year beginning in calendar year 2010 shall be 17.9%. The dependent child allowance rate with respect to each benefit year beginning in calendar year 2011 shall be 17.4%. The dependent child allowance rate with respect to each benefit year beginning in calendar year 2012 shall be 17.0% and, with respect to each benefit year beginning after calendar year 2012, shall not be less than 17.0% or greater than 17.9%.

For the purposes of this subsection:

"Dependent" means a child or a nonworking spouse.

"Child" means a natural child, stepchild, or adopted child of an individual claiming benefits under this Act or a child who is in the custody of any such individual by court order, for whom the individual is supplying and, for at least 90 consecutive days (or for the duration of the parental relationship if it has existed for less than 90 days) immediately preceding any week with respect to which the individual has filed a claim, has supplied more than one-half

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the cost of support, or has supplied at least 1/4 of the cost of support if the individual and the other parent, together, are supplying and, during the aforesaid period, have supplied more than one-half the cost of support, and are, and were during the aforesaid period, members of the same household; and who, on the first day of such week (a) is under 18 years of age, or (b) is, and has been during the immediately preceding 90 days, unable to work because of illness or other disability: provided, that no person who has been determined to be a child of an individual who has been allowed benefits with respect to a week in the individual's benefit year shall be deemed to be a child of the other parent, and no other person shall be determined to be a child of such other parent, during the remainder of that benefit year.

"Nonworking spouse" means the lawful husband or wife of an individual claiming benefits under this Act, for whom more than one-half the cost of support has been supplied by the individual for at least 90 consecutive days (or for the duration of the marital relationship if it has existed for less than 90 days) immediately preceding any week with respect to which the individual has filed a claim, but only if the nonworking spouse is currently ineligible to receive benefits under this Act by reason of the provisions of Section 500E.

An individual who was obligated by law to provide for the support of a child or of a nonworking spouse for the aforesaid period of 90 consecutive days, but was prevented by illness or

- 1 injury from doing so, shall be deemed to have provided more
- 2 than one-half the cost of supporting the child or nonworking
- 3 spouse for that period.
- 4 (Source: P.A. 96-30, eff. 6-30-09; 97-621, eff. 11-18-11;
- 5 97-791, eff. 1-1-13.)
- (820 ILCS 405/403) (from Ch. 48, par. 403) 6
- 7 Sec. 403. Maximum total amount of benefits.
- 8 A. With respect to any benefit year beginning prior to
- 9 September 30, 1979, any otherwise eligible individual shall be
- 10 entitled, during such benefit year, to a maximum total amount
- of benefits as shall be determined in the manner set forth in 11
- 12 this Act as amended and in effect on November 9, 1977.
- 13 B. With respect to any benefit year beginning on or after
- 14 September 30, 1979, except as otherwise provided in this
- 15 Section, any otherwise eligible individual shall be entitled,
- during such benefit year, to a maximum total amount of benefits 16
- equal to 26 times his or her weekly benefit amount plus 17
- dependents' allowances, or to the total wages for insured work 18
- 19 paid to such individual during the individual's base period,
- 20 whichever amount is smaller. With respect to any benefit year
- beginning in calendar year 2012, any otherwise eligible 21
- individual shall be entitled, during such benefit year, to a 22
- 23 maximum total amount of benefits equal to 25 times his or her
- 24 weekly benefit amount plus dependents' allowances, or to the
- 25 total wages for insured work paid to such individual during the

1 individual's base period, whichever amount is smaller. If the maximum amount includable as "wages" pursuant to Section 235 is 2 3 \$13,560 with respect to calendar year 2013, then, with respect 4 to any benefit year beginning after March 31, 2013 and before 5 April 1, 2014, any otherwise eligible individual shall be 6 entitled, during such benefit year, to a maximum total amount of benefits equal to 25 times his or her weekly benefit amount 7 plus dependents allowances, or to the total wages for insured 8 9 work paid to such individual during the individual's base 10 period, whichever amount is smaller. With respect to any 11 benefit year beginning in calendar year 2016 or 2018, any otherwise eligible individual shall be entitled, during such 12 13 benefit year, to a maximum total amount of benefits equal to 24 14 times his or her weekly benefit amount plus dependents' 15 allowances, or to the total wages for insured work paid to such 16 individual during the individual's base period, whichever 17 amount is smaller.

(Source: P.A. 97-1, eff. 3-31-11; 97-621, eff. 11-18-11.) 18

19 (820 ILCS 405/602) (from Ch. 48, par. 432)

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Sec. 602. Discharge for misconduct - Felony. A. individual shall be ineligible for benefits for the week in which he has been discharged for misconduct connected with his work and, thereafter, until he has become reemployed and has had earnings equal to or in excess of his current weekly benefit amount in each of four calendar weeks which are either

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for services in employment, or have been or will be reported of pursuant to the provisions the Federal Insurance Contributions Act by each employing unit for which such services are performed and which submits a statement certifying to that fact. The requalification requirements of the preceding sentence shall be deemed to have been satisfied, as of the date of reinstatement, if, subsequent to his discharge by an employing unit for misconduct connected with his work, such individual is reinstated by such employing unit. For purposes of this subsection, the term "misconduct" means the deliberate and willful violation of a reasonable rule or policy of the individual's behavior employing unit, governing the performance of his work, provided such violation has harmed the employing unit or other employees or has been repeated by the individual despite a warning or other explicit instruction from the employing unit. The previous definition notwithstanding, "misconduct" shall include any of the following work-related circumstances:

- 1. Falsification of an employment application, or any other documentation provided to the employer, to obtain employment through subterfuge.
- 2. Failure to maintain licenses, registrations, and certifications reasonably required by the employer, or those that the individual is required to possess by law, to perform his or her regular job duties, unless the failure is not within the control of the individual.

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3. Knowing, repeated violation of the attendance
policies of the employer that are in compliance with State
and federal law following a written warning for an
attendance violation, unless the individual car
demonstrate that he or she has made a reasonable effort to
remedy the reason or reasons for the violations or that the
reason or reasons for the violations were out of the
individual's control. Attendance policies of the employer
shall be reasonable and provided to the individual in
writing, electronically, or via posting in the workplace.
4. Damaging the employer's property through conduct

- that is grossly negligent.
- 5. Refusal to obey an employer's reasonable and lawful instruction, unless the refusal is due to the lack of ability, skills, or training for the individual required to obey the instruction or the instruction would result in an unsafe act.
- 6. Consuming alcohol or illegal or non-prescribed prescription drugs, or using an impairing substance in an off-label manner, on the employer's premises during working hours in violation of the employer's policies.
- 7. Reporting to work under the influence of alcohol, illegal or non-prescribed prescription drugs, or an impairing substance used in an off-label manner in violation of the employer's policies, unless the individual is compelled to report to work by the employer

L	outside of scheduled and on-call working hours and informs
2	the employer that he or she is under the influence of
3	alcohol, illegal or non-prescribed prescription drugs, or
1	an impairing substance used in an off-label manner in
-	violation of the employer's policies

8. Grossly negligent conduct endangering the safety of the individual or co-workers.

For purposes of paragraphs 4 and 8, conduct is "grossly negligent" when the individual is, or reasonably should be, aware of a substantial risk that the conduct will result in the harm sought to be prevented and the conduct constitutes a substantial deviation from the standard of care a reasonable person would exercise in the situation.

Nothing in paragraph 6 or 7 prohibits the lawful use of over-the-counter drug products as defined in Section 206 of the Illinois Controlled Substances Act, provided that the medication does not affect the safe performance of the employee's work duties.

B. Notwithstanding any other provision of this Act, no benefit rights shall accrue to any individual based upon wages from any employer for service rendered prior to the day upon which such individual was discharged because of the commission of a felony in connection with his work, or because of theft in connection with his work, for which the employer was in no way responsible; provided, that the employer notified the Director of such possible ineligibility within the time limits specified

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by regulations of the Director, and that the individual has commission of the felony or theft to admitted his representative of the Director, or has signed a written admission of such act and such written admission has been presented to a representative of the Director, or such act has resulted in a conviction or order of supervision by a court of competent jurisdiction; and provided further, that if by reason of such act, he is in legal custody, held on bail or is a fugitive from justice, the determination of his benefit rights shall be held in abeyance pending the result of any legal proceedings arising therefrom.

(Source: P.A. 85-956.) 12

13 (820 ILCS 405/611) (from Ch. 48, par. 441)

Sec. 611. Retirement pay. A. For the purposes of this Section "disqualifying income" means:

1. The entire amount which an individual has received or will receive with respect to a week in the form of a retirement payment (a) from an individual or organization (i) for which he performed services during his base period or which is liable for benefit charges or payments in lieu of contributions as a result of the payment of benefits to such individual and (ii) which pays all of the cost of such retirement payment, or (b) from a trust, annuity or insurance fund or under an annuity or insurance contract, to or under which an individual or organization for which he performed services during his base

- 1 period or which is liable for benefit charges or payments in lieu of contributions as a result of the payment of benefits to 2
- such individual pays or has paid all of the premiums or 3
- 4 contributions; and

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- 5 2. One-half the amount which an individual has received or 6 will receive with respect to a week in the form of a retirement payment (a) from an individual or organization (i) for which he 7 performed services during his base period or which is liable 8 9 for benefit charges or payments in lieu of contributions as a 10 result of the payment of benefits to such individual and (ii) which pays some, but not all, of the cost of such retirement 11 payment, or (b) from a trust, annuity or insurance fund 12 13 (including primary social security old age and disability retirement benefits, including those based on self employment) 14 15 or under an annuity or insurance contract, to or under which an 16 individual or organization for which he performed services during his base period or which is liable for benefit charges 17 18 or payments in lieu of contributions as a result of the payment of benefits to such individual pays or has paid some, but not 19 20 all, of the premiums or contributions.
 - 3. Notwithstanding paragraphs paragraph 1 and 2 above, the entire amount which an individual has received or will receive, with respect to any week which begins after March 31, 1980, of any governmental or other pension, retirement, or retired pay, annuity or any other similar periodic payment which is based on any previous work of such individual during his base period or

- 1 which is liable for benefit charges or payments in lieu of
- contributions as a result of the payment of benefits to such 2
- individual. This paragraph shall be in effect only if it is 3
- 4 required as a condition for full tax credit against the tax
- 5 imposed by the Federal Unemployment Tax Act.
- 6 4. Notwithstanding paragraphs 1, 2, and 3 above, none of
- the amount that an individual has received or will receive with 7
- respect to a week in the form of social security old age, 8
- 9 survivors, and disability benefits under 42 U.S.C. Section 401
- 10 et seq., including those based on self-employment, shall
- 11 constitute disqualifying income.
- B. Whenever an individual has received or will receive a 12
- 13 retirement payment for a month, an amount shall be deemed to
- have been paid him for each day equal to one-thirtieth of such 14
- 15 retirement payment. If the retirement payment is for a
- 16 half-month, an amount shall be deemed to have been paid the
- individual for each day equal to one-fifteenth of such 17
- 18 retirement payment. If the retirement payment is for any other
- 19 period, an amount shall be deemed to have been paid the
- 20 individual for each day in such period equal to the retirement
- 21 payment divided by the number of days in the period.
- 22 C. An individual shall be ineligible for benefits for any
- 23 week with respect to which his disqualifying income equals or
- 24 exceeds his weekly benefit amount. If such disqualifying income
- 25 with respect to a week totals less than the benefits for which
- 26 he would otherwise be eligible under this Act, he shall be

- paid, with respect to such week, benefits reduced by the amount 1
- of such disqualifying income. 2
- 3 D. To assure full tax credit to the employers of this State
- 4 against the tax imposed by the Federal Unemployment Tax Act,
- 5 the Director shall take any action as may be necessary in the
- administration of paragraph 3 of subsection A of this Section 6
- to insure that the application of its provisions conform to the 7
- 8 requirements of such Federal Act as interpreted by the United
- 9 States Secretary of Labor or other appropriate Federal agency.
- (Source: P.A. 86-3.) 10
- (820 ILCS 405/1505) (from Ch. 48, par. 575) 11
- 12 Sec. 1505. Adjustment of state experience factor. The state
- 13 experience factor shall be adjusted in accordance with the
- 14 following provisions:
- 15 A. For calendar years prior to 1988, the state experience
- factor shall be adjusted in accordance with the provisions of 16
- 17 this Act as amended and in effect on November 18, 2011.
- 18 B. (Blank).
- 19 For calendar year 1988 and each calendar
- thereafter, for which the state experience factor is being 20
- determined. 21
- 22 1. For every \$50,000,000 (or fraction thereof) by which
- the adjusted trust fund balance falls below the target 23
- 24 balance set forth in this subsection, the state experience
- 25 factor for the succeeding year shall be increased one

percent absolute.

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For every \$50,000,000 (or fraction thereof) by which the adjusted trust fund balance exceeds the target balance set forth in this subsection, the state experience factor for the succeeding year shall be decreased by one percent absolute.

The target balance in each calendar year prior to 2003 is \$750,000,000. The target balance in calendar year 2003 is \$920,000,000. The target balance in calendar year 2004 is \$960,000,000. The target balance in calendar year 2005 and each calendar year thereafter is \$1,000,000,000.

2. For the purposes of this subsection:

"Net trust fund balance" is the amount standing to the credit of this State's account in the unemployment trust fund as of June 30 of the calendar year immediately preceding the year for which a state experience factor is being determined.

"Adjusted trust fund balance" is the net trust fund balance minus the sum of the benefit reserves for fund building for July 1, 1987 through June 30 of the year prior to the year for which the state experience factor is being determined. The adjusted trust fund balance shall not be less than zero. If the preceding calculation results in a number which is less than zero, the amount by which it is less than zero shall reduce the sum of the benefit reserves for fund building for subsequent years.

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1	For the purpose of determining the state experience
2	factor for 1989 and for each calendar year thereafter, the
3	following "benefit reserves for fund building" shall apply
4	for each state experience factor calculation in which that
5	12 month period is applicable:
6	a. For the 12 month period ending on June 30, 1988,
7	the "benefit reserve for fund building" shall be
8	8/104th of the total benefits paid from January 1, 1988
9	through June 30, 1988.
10	b. For the 12 month period ending on June 30, 1989,
11	the "benefit reserve for fund building" shall be the
12	sum of:
13	i. 8/104ths of the total benefits paid from
14	July 1, 1988 through December 31, 1988, plus
15	ii. $4/108$ ths of the total benefits paid from
16	January 1, 1989 through June 30, 1989.
17	c. For the 12 month period ending on June 30, 1990,
18	the "benefit reserve for fund building" shall be
19	4/108ths of the total benefits paid from July 1, 1989
20	through December 31, 1989.
21	d. For 1992 and for each calendar year thereafter,
22	the "benefit reserve for fund building" for the 12
23	month period ending on June 30, 1991 and for each
24	subsequent 12 month period shall be zero.

3. Notwithstanding the preceding provisions of this

subsection, for calendar years 1988 through 2003, the state

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- 1 experience factor shall not be increased or decreased by 2 more than 15 percent absolute.
 - D. Notwithstanding the provisions of subsection C, the adjusted state experience factor:
 - 1. Shall be 111 percent for calendar year 1988;
 - 2. Shall not be less than 75 percent nor greater than 135 percent for calendar years 1989 through 2003; and shall not be less than 75% nor greater than 150% for calendar year 2004 and each calendar year thereafter, not counting any increase pursuant to subsection D-1, D-2, or D-3;
 - 3. Shall not be decreased by more than 5 percent absolute for any calendar year, beginning in calendar year 1989 and through calendar year 1992, by more than 6% absolute for calendar years 1993 through 1995, by more than 10% absolute for calendar years 1999 through 2003 and by more than 12% absolute for calendar year 2004 and each calendar year thereafter, from the adjusted experience factor of the calendar year preceding the calendar year for which the adjusted state experience factor is being determined;
 - 4. Shall not be increased by more than 15% absolute for calendar year 1993, by more than 14% absolute for calendar years 1994 and 1995, by more than 10% absolute for calendar years 1999 through 2003 and by more than 16% absolute for calendar year 2004 and each calendar year thereafter, from the adjusted state experience factor for the calendar year

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1 preceding the calendar year for which the adjusted state experience factor is being determined; 2

- 5. Shall be 100% for calendar years 1996, 1997, and 3 4 1998.
 - D-1. The adjusted state experience factor for each of calendar years 2013 through 2015 shall be increased by 5% absolute above the adjusted state experience factor as calculated without regard to this subsection. The adjusted state experience factor for each of calendar years 2016 through 2018 shall be increased by 6% absolute above the adjusted state experience factor as calculated without regard to this subsection. The increase in the adjusted state experience factor for calendar year 2018 pursuant to this subsection shall not be counted for purposes of applying paragraph 3 or 4 of subsection D to the calculation of the adjusted state experience factor for calendar year 2019.
 - D-2. (Blank). The adjusted state experience factor for calendar year 2016 shall be increased by 19% absolute above the adjusted state experience factor as calculated without regard to this subsection. The increase in the adjusted state experience factor for calendar year 2016 pursuant to this subsection shall not be counted for purposes of applying paragraph 3 or 4 of subsection D to the calculation of the adjusted state experience factor for calendar year 2017.
 - D-3. The adjusted state experience factor for calendar year 2018 shall be increased by 19% absolute above the adjusted

1 state experience factor as calculated without regard to this 2 subsection. The increase in the adjusted state experience 3 factor for calendar year 2018 pursuant to this subsection shall 4 not be counted for purposes of applying paragraph 3 or 4 of 5 subsection D to the calculation of the adjusted state

experience factor for calendar year 2019.

- E. The amount standing to the credit of this State's 7 8 account in the unemployment trust fund as of June 30 shall be 9 deemed to include as part thereof (a) any amount receivable on 10 that date from any Federal governmental agency, or as a payment 11 in lieu of contributions under the provisions of Sections 1403 and 1405 B and paragraph 2 of Section 302C, in reimbursement of 12 benefits paid to individuals, and (b) amounts credited by the 13 Secretary of the Treasury of the United States to this State's 14 15 account in the unemployment trust fund pursuant to Section 903 16 of the Federal Social Security Act, as amended, including any such amounts which have been appropriated by the General 17 Assembly in accordance with the provisions of Section 2100 B 18 19 for expenses of administration, except any amounts which have 20 been obligated on or before that date pursuant to such 21 appropriation.
- (Source: P.A. 97-621, eff. 11-18-11; 97-791, eff. 1-1-13.) 22
- 23 (820 ILCS 405/1506.6)
- 24 1506.6. Surcharge; specified period. For each 25 employer whose contribution rate for calendar year 2016 or 2018

- 1 is determined pursuant to Section 1500 or 1506.1, including but 2 not limited to an employer whose contribution rate pursuant to 3 Section 1506.1 is 0.0%, in addition to the contribution rate 4 established pursuant to Section 1506.3, an additional 5 surcharge of 0.3% shall be added to the contribution rate. The 6 surcharge established by this Section shall be due at the same 7 time as other contributions with respect to the quarter are due, as provided in Section 1400. Payments attributable to the 8 surcharge established pursuant to this Section shall be 9 10 contributions and deposited into the clearing account.
- (Source: P.A. 97-621, eff. 11-18-11.) 11
- 12 Section 99. Effective date. This Act takes effect upon 13 becoming law, except that the changes to Sections 602 and 611 14 of the Unemployment Insurance Act take effect January 3, 15 2016.".