

STATEMENT OF PURPOSE

RS25600

This legislation lowers individual and corporate income tax rates by one-tenth of one percent through all income brackets. It also reduces the taxable wage rate used for determining employers' unemployment insurance premiums by adjusting the unemployment fund size multiplier downward. This bill will result in a substantial net savings to Idaho's covered employers.

FISCAL NOTE

Fiscal impact to the general fund is \$27.9 million.

Adjusting the unemployment fund size multiplier for calculating unemployment insurance taxes will result in \$115 million in premium savings for employers over the next three years and leave the trust fund at an acceptable level of solvency. For most employers the change will reduce their unemployment premiums by 30 percent over three years starting in 2018.

Contact:

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DISCLAIMER: This statement of purpose and fiscal note are a mere attachment to this bill and prepared by a proponent of the bill. It is neither intended as an expression of legislative intent nor intended for any use outside of the legislative process, including judicial review (Joint Rule 18).