## THE GENERAL ASSEMBLY OF PENNSYLVANIA

## HOUSE RESOLUTION

No. 130

Session of 2005

INTRODUCED BY STEIL, BALDWIN, BOYD, CALTAGIRONE, CAPPELLI, CLYMER, CRAHALLA, DeLUCA, FABRIZIO, FAIRCHILD, GINGRICH, HERSHEY, HUTCHINSON, JAMES, KILLION, McILHINNEY, NICKOL, PALLONE, REICHLEY, ROHRER, RUBLEY, SAYLOR, SCAVELLO, THOMAS, TIGUE AND YOUNGBLOOD, MARCH 14, 2005

REFERRED TO COMMITTEE ON LABOR RELATIONS, MARCH 14, 2005

## A RESOLUTION

Directing the Legislative Budget and Finance Committee to review 2 the unemployment compensation tax system as it relates to the 3 distribution of charges to employers and the adjustments based on experience rating, to investigate possible revisions 5 to the unemployment compensation tax formula, including examining methods employed in other states, to hold hearings, 7 take testimony and make investigations at such places in this 8 Commonwealth as it deems necessary, to have the power to administer oaths and affirmations to witnesses appearing 9 10 before it and to issue a report of its findings and 11 recommendations to the House of Representatives by January 2, 12 2006. 13 WHEREAS, The General Assembly has made great strides over the past decade to reduce burdensome taxes and regulations on 14 businesses and employers in this Commonwealth; and 15 16 WHEREAS, The unemployment compensation tax, while necessary 17 and important for a healthy State economy, is a complex formula containing a myriad of factors and adjustments whose overall 18 impact on individual businesses and industries is unclear; and 19 20 WHEREAS, Navigating and understanding the unemployment 21 compensation tax formula is particularly daunting to the small

- 1 and independent businesses in this Commonwealth which represent
- 2 98% of the State's employers; therefore be it
- 3 RESOLVED, That the Legislative Budget and Finance Committee
- 4 review the unemployment compensation tax system as it relates to
- 5 the distribution of charges to employers and adjustments based
- 6 on experience rating, investigate possible revisions to the
- 7 unemployment compensation tax formula, including examining
- 8 methods employed in other states, hold hearings, take testimony
- 9 and make investigations at such places in this Commonwealth as
- 10 it deems necessary, have the power to administer oaths and
- 11 affirmations to witnesses appearing before it and issue a report
- 12 of its findings and recommendations to the House of
- 13 Representatives by January 2, 2006.