

REPORTS OF STANDING COMMITTEES

MR. PRESIDENT:

The Committee on **Commerce** recommends **Substitute for HB 2570** be amended on page 16, in line 30, by striking all after "through" and inserting "2027, 25%;

- (ii) calendar year 2028, 30%;
- (iii) calendar year 2029, 35%;
- (iv) calendar years 2030 through 2031, 40%; and";

Also on page 16, in line 31, by striking "2031" and inserting "2032"; in line 32, by striking all after "(a)"; in line 33, by striking all before the semicolon and inserting "40%, except as provided in subclause (b)"; in line 34, by striking all after "45%"; in line 35, by striking all before the period and inserting "if any combination of employer rate schedules G through M, as provided in K.S.A. 44-710a(a)(4)(C), and amendments thereto, is in effect for any five consecutive preceding calendar years occurring after calendar year 2031. The specified percentage of 45% shall then remain in effect for all ensuing calendar years thereafter notwithstanding any changes to the employer rate schedules in effect during such ensuing calendar years";

On page 17, in line 7, by striking "(A)(i) through (vii)" and inserting "(A)";

And by redesignating subsections, paragraphs, subparagraphs and clauses accordingly;

On page 27, in line 33, after "benefits" by inserting "allowed"; also in line 33, after "year" by inserting "pursuant to paragraph (1)"; in line 34, by striking all before "traditional" and inserting "apply to the combined total of any weeks of"; also in line 34, by striking "or" and inserting "and"; in line 35, after "unemployment" by inserting "in such benefit year";

On page 48, in line 24, by striking "may" and inserting "shall"; also in line 24, by striking the first "the" and inserting "a";

On page 56, in line 16, by striking "subsection (e)(1)" and inserting "paragraph";

On page 58, in line 8, after "(E)" by inserting "(i)"; in line 10, before "If" by inserting:
"(ii)";

Also on page 58, in line 18, after the stricken material by inserting:
"(iii)";

Also on page 58, in line 19, by striking "the" and inserting "an"; in line 21, by striking the first "the" and inserting "a"; also in line 21, by striking "will" and inserting "shall";

On page 62, in line 14, by striking "2.7%" and inserting "1.75%"; in line 16, by striking "6%" and inserting "5.55%";

On page 63, in line 22, by striking all after "(ii)"; by striking all in lines 23 through 27; in line 28, by striking all before the period and inserting: "(a) Beginning on July 1, 2024, and annually thereafter, active negative rated employers shall be eligible for a calculated negative debt write-off and forgiveness amount as determined pursuant to this subclause. If on any computation date an employer's account registers a negative reserve ratio less than or equal to -7.150%, a portion of benefit charges shall be conditionally forgiven and removed from the employer's account in order to bring the employer's account to a reserve ratio of -7.150%, and the employer shall be assigned to rate group N11, as set forth in paragraph (4)(C)(ii) for the next three calendar years.

(b) Negative rated employers affected by the conditional write-off provision pursuant to subclause (a) shall have the option to avoid a negative debt write-off and assignment to rate group N11 for the next three calendar years by submitting a voluntary contribution pursuant to subsection (c) equal to or greater than the amount necessary to establish their account reserve

ratio to an amount equal to or greater than -7.149% for the next calendar year";

Also on page 63, in line 33, by striking "7" and inserting "(G)"; also in line 33, by striking "(a)(4)(B)(ii)" and inserting "(a)(4)(C)(ii)";

On page 64, in line 27, after "(4)(A)" by inserting "*Contribution Schedules.*"; in line 30, after "(B)" by inserting "*Published calculated maximum annual tax amounts per employee.*"; also in line 30, by striking "prepare" and inserting "publish corresponding"; also in line 30, by striking "rate" and inserting "amount"; in line 32, by striking "the previous, current and ensuing rate year" and inserting "each rate group"; in line 33, by striking "rate" and inserting "amount"; also in line 33, by striking all after "published"; in line 34, by striking all before "on";

On page 65, by striking all in lines 24 through 43;

On page 66, by striking all in lines 1 through 36 and inserting:

"Fund Control Table A
For Rate Year 2025 and Ensuing Calendar Years

KS SUTA Tax Rate Schedules		Lower AHCM Threshold	Upper AHCM Threshold	Solvency/Credit Adjustment	Proportional Solvency/Credit Adjustment
	M	-1,000.00000	-0.00001	1.00%	0.05128%
	L	0.00000	0.24999	1.70%	0.04359%
Solvency Schedules (H-M)	K	0.25000	0.44999	1.40%	0.03590%
	J	0.45000	0.59999	1.10%	0.02821%
	I	0.60000	0.69999	0.80%	0.02051%
	H	0.70000	0.74999	0.50%	0.01282%
Standard Schedule (G)	G	0.75000	1.24999	0.00%	0.00000%
	F	1.25000	1.29999	-0.50%	-0.01282%
Credit Schedules (A-F)	E	1.30000	1.39999	-0.80%	-0.02051%
	D	1.40000	1.54999	-1.10%	-0.02821%
	C	1.55000	1.74999	-1.40%	-0.03590%
	B	1.75000	1.99999	-1.70%	-0.04359%
	A	2.00000	1,000.00000	-2.00%	-0.05128%";

Also on page 66, in line 38, by striking "7" and inserting "G"; in line 43, by striking "7" and

inserting "G"; also in line 43, by striking "1" and inserting "H"; also in line 43, by striking "6" and inserting "M";

On page 67, in line 1, by striking "8" and inserting "A"; also in line 1, by striking "13" and inserting "F"; also in line 1, by striking "with"; by striking all in lines 2 through 4; in line 5, by striking all before the period; in line 20, by striking "7" and inserting "G"; in line 24, by striking "0.10%" and inserting "0.05%"; in line 25, by striking "0.20%" and inserting "0.10%"; in line 26, by striking "0.30%" and inserting "0.15%"; in line 27, by striking "0.40%" and inserting "0.25%"; in line 28, by striking "0.50%" and inserting "0.35%"; in line 29, by striking "0.60%" and inserting "0.45%"; in line 30, by striking "0.70%" and inserting "0.55%"; in line 31, by striking "0.80%" and inserting "0.70%"; in line 32, by striking "0.90%" and inserting "0.85%"; in line 34, by striking "1.10%" and inserting "1.15%"; in line 35, by striking "1.20%" and inserting "1.35%"; in line 36, by striking "1.30%" and inserting "1.55%"; in line 37, by striking "1.40%" and inserting "1.75%"; in line 38, by striking "1.50%" and inserting "1.95%"; in line 39, by striking "1.60%" and inserting "2.20%"; in line 40, by striking "1.70%" and inserting "2.45%"; in line 41, by striking "1.80%" and inserting "2.70%"; in line 42, by striking "1.90%" and inserting "2.95%"; in line 43, by striking "2.00%" and inserting "3.25%";

On page 68, in line 1, by striking "2.10%" and inserting "3.55%"; in line 2, by striking "2.20%" and inserting "3.85%"; in line 3, by striking "2.30%" and inserting "4.15%"; in line 4, by striking "2.40%" and inserting "4.50%"; in line 5, by striking "2.50%" and inserting "4.85%"; in line 6, by striking "2.60%" and inserting "5.20%"; in line 7, by striking "2.70%" and inserting "5.55%"; in line 8, by striking "5.60%" and inserting "5.85%"; in line 9, by striking "5.80%" and inserting "6.15%"; in line 10, by striking "6.00%" and inserting "6.45%"; in line 11, by striking "6.20%" and inserting "6.75%"; in line 12, by striking "6.40%" and inserting "7.00%"; in line 13, by striking "6.60%" and inserting "7.25%"; in line 14, by striking "6.80%" and inserting

"7.50%"; in line 15, by striking "7.00%" and inserting "7.75%"; in line 16, by striking "7.20%" and inserting "7.95%"; in line 17, by striking "7.40%" and inserting "8.15%"; in line 18, by striking "7.60%" and inserting "8.35%"; by striking all in lines 19 through 44;

By striking all on pages 69 through 71;

On page 72, by striking all in lines 1 through 4; following line 4 by inserting:

"SOLVENCY RATE SCHEDULES (H-M)

Rate Group	M	L	K	J	I	H
0	0.05%	0.04%	0.04%	0.03%	0.02%	0.01%
1	0.15%	0.14%	0.12%	0.11%	0.09%	0.08%
2	0.25%	0.23%	0.21%	0.18%	0.16%	0.14%
3	0.36%	0.32%	0.29%	0.18%	0.16%	0.14%
4	0.51%	0.47%	0.43%	0.39%	0.35%	0.31%
5	0.66%	0.61%	0.57%	0.52%	0.47%	0.43%
6	0.81%	0.76%	0.70%	0.65%	0.59%	0.54%
7	0.96%	0.90%	0.84%	0.78%	0.71%	0.65%
8	1.16%	1.09%	1.02%	0.95%	0.88%	0.82%
9	1.36%	1.29%	1.21%	1.13%	1.06%	0.98%
10	1.56%	1.48%	1.39%	1.31%	1.23%	1.14%
11	1.77%	1.67%	1.58%	1.49%	1.40%	1.30%
12	2.02%	1.92%	1.82%	1.72%	1.62%	1.52%
13	2.27%	2.16%	2.05%	1.94%	1.84%	1.73%
14	2.52%	2.40%	2.29%	2.17%	2.06%	1.94%
15	2.77%	2.65%	2.52%	2.40%	2.28%	2.16%
16	3.07%	2.94%	2.81%	2.68%	2.55%	2.42%
17	3.37%	3.23%	3.10%	2.96%	2.82%	2.68%
18	3.67%	3.53%	3.38%	3.24%	3.09%	2.94%
19	3.98%	3.82%	3.67%	3.51%	3.36%	3.21%
20	4.33%	4.17%	4.00%	3.84%	3.68%	3.52%
21	4.68%	4.51%	4.34%	4.17%	4.00%	3.83%
22	5.03%	4.85%	4.68%	4.50%	4.32%	4.14%
23	5.38%	5.20%	5.01%	4.83%	4.64%	4.46%
24	5.78%	5.59%	5.40%	5.21%	5.01%	4.82%
25	6.18%	5.98%	5.78%	5.58%	5.38%	5.18%
26	6.58%	6.38%	6.17%	5.96%	5.75%	5.55%
27	6.99%	6.77%	6.56%	6.34%	6.12%	5.91%
N1	7.34%	7.11%	6.89%	6.67%	6.44%	6.22%
N2	7.69%	7.46%	7.23%	7.00%	6.77%	6.53%
N3	8.04%	7.80%	7.56%	7.32%	7.09%	6.85%
N4	8.39%	8.14%	7.90%	7.65%	7.41%	7.16%
N5	8.69%	8.44%	8.18%	7.93%	7.68%	7.42%

N6	8.99%	8.73%	8.47%	8.21%	7.95%	7.69%
N7	9.29%	9.03%	8.76%	8.49%	8.22%	7.95%
N8	9.60%	9.32%	9.04%	8.77%	8.49%	8.21%
N9	9.85%	9.56%	9.28%	8.99%	8.71%	8.42%
N10	10.10%	9.81%	9.51%	9.22%	8.93%	8.64%
N11	10.35%	10.05%	9.75%	9.45%	9.15%	8.85%

CREDIT RATE SCHEDULES (A-F)

Rate Group	F	E	D	C	B	A
0	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
1	0.02%	0.01%	0.00%	0.00%	0.00%	0.00%
2	0.06%	0.04%	0.02%	0.00%	0.00%	0.00%
3	0.10%	0.07%	0.04%	0.01%	0.00%	0.00%
4	0.19%	0.15%	0.11%	0.07%	0.03%	0.00%
5	0.27%	0.23%	0.18%	0.13%	0.09%	0.04%
6	0.36%	0.31%	0.25%	0.20%	0.14%	0.09%
7	0.45%	0.39%	0.32%	0.26%	0.20%	0.14%
8	0.58%	0.52%	0.45%	0.38%	0.31%	0.24%
9	0.72%	0.64%	0.57%	0.49%	0.41%	0.34%
10	0.86%	0.77%	0.69%	0.61%	0.52%	0.44%
11	1.00%	0.90%	0.81%	0.72%	0.63%	0.53%
12	1.18%	1.08%	0.98%	0.88%	0.78%	0.68%
13	1.37%	1.26%	1.16%	1.05%	0.94%	0.83%
14	1.56%	1.44%	1.33%	1.21%	1.10%	0.98%
15	1.74%	1.62%	1.50%	1.38%	1.25%	1.13%
16	1.98%	1.85%	1.72%	1.59%	1.46%	1.33%
17	2.22%	2.08%	1.94%	1.80%	1.67%	1.53%
18	2.46%	2.32%	2.16%	2.02%	1.87%	1.73%
19	2.69%	2.54%	2.39%	2.23%	2.08%	1.92%
20	2.98%	2.82%	2.66%	2.50%	2.33%	2.17%
21	3.27%	3.10%	2.93%	2.76%	2.59%	2.42%
22	3.56%	3.38%	3.20%	3.02%	2.85%	2.67%
23	3.84%	3.66%	3.47%	3.29%	3.10%	2.92%
24	4.18%	3.99%	3.79%	3.60%	3.41%	3.22%
25	4.52%	4.32%	4.12%	3.92%	3.72%	3.52%
26	4.85%	4.65%	4.44%	4.23%	4.02%	3.82%
27	5.19%	4.98%	4.76%	4.54%	4.33%	4.11%
N1	5.48%	5.26%	5.03%	4.81%	4.59%	4.36%
N2	5.77%	5.53%	5.30%	5.07%	4.84%	4.61%
N3	6.05%	5.81%	5.58%	5.34%	5.10%	4.86%
N4	6.34%	6.09%	5.85%	5.60%	5.36%	5.11%
N5	6.58%	6.32%	6.07%	5.82%	5.56%	5.31%
N6	6.81%	6.55%	6.29%	6.03%	5.77%	5.51%
N7	7.05%	6.78%	6.51%	6.24%	5.97%	5.71%
N8	7.29%	7.01%	6.73%	6.46%	6.18%	5.90%
N9	7.48%	7.19%	6.91%	6.62%	6.34%	6.05%

N10	7.66%	7.37%	7.08%	6.76%	6.49%	6.20%
N11	7.85%	7.55%	7.25%	6.95%	6.65%	6.35%

(iii) Not less than 30 days prior to each calendar year, the secretary shall publish the effective contribution schedules for the previous four rate years and ensuing rate year on a publicly accessible website maintained by the secretary.";

And the bill be passed as amended.

_____Chairperson