

# HOUSE BILL 416

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8lr0083

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By: **Chair, Economic Matters Committee (By Request – Departmental – Labor, Licensing and Regulation)**

Introduced and read first time: January 28, 2008

Assigned to: Economic Matters

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Committee Report: Favorable with amendments

House action: Adopted

Read second time: March 11, 2008

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## CHAPTER \_\_\_\_\_

1 AN ACT concerning

2 **Unemployment Insurance – State Collection of the Federal Unemployment**  
3 **Insurance Tax**

4 FOR the purpose of authorizing the Department of Labor, Licensing, and Regulation  
5 to directly collect from employers the federal unemployment insurance tax  
6 under certain circumstances; requiring that funds derived from the collection of  
7 the tax be used only for certain purposes; providing for a certain review by the  
8 Joint Committee on Unemployment Insurance Oversight; providing for the  
9 termination of this Act; and generally relating to unemployment insurance law.

10 BY adding to

11 Article – Labor and Employment

12 Section 8–607.1

13 Annotated Code of Maryland

14 (1999 Replacement Volume and 2007 Supplement)

15 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF  
16 MARYLAND, That the Laws of Maryland read as follows:

17 **Article – Labor and Employment**

18 **8–607.1.**

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EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.

Underlining indicates amendments to bill.

~~Strike-out~~ indicates matter stricken from the bill by amendment or deleted from the law by amendment.



1 (A) IF AUTHORIZED OR DIRECTED BY THE UNITED STATES  
2 DEPARTMENT OF LABOR, THE DEPARTMENT MAY DIRECTLY COLLECT FROM  
3 EMPLOYERS THE FEDERAL UNEMPLOYMENT INSURANCE TAX SET FORTH IN THE  
4 FEDERAL UNEMPLOYMENT TAX ACT, 26 U.S.C. § 3301 ET SEQ.

5 (B) THE DEPARTMENT SHALL USE FUNDS DERIVED FROM THE  
6 COLLECTION OF TAXES COLLECTED UNDER SUBSECTION (A) OF THIS SECTION  
7 ONLY TO ADMINISTER PROGRAMS AND SERVICES DESIGNATED UNDER §§ 8-302  
8 AND 8-303 OF THIS TITLE.

9 SECTION 2. AND BE IT FURTHER ENACTED, That the Department of  
10 Labor, Licensing, and Regulation shall submit any agreement reached with the federal  
11 government pursuant to this Act to the Joint Committee on Unemployment Insurance  
12 Oversight for review.

13 SECTION ~~2~~ 3. AND BE IT FURTHER ENACTED, That this Act shall take  
14 effect October 1, 2008. It shall remain effective for a period of 5 years and, at the end  
15 of September 30, 2013, with no further action required by the General Assembly, this  
16 Act shall be abrogated and of no further force and effect.

Approved:

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Governor.

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Speaker of the House of Delegates.

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President of the Senate.