

**CONNECTICUT DEPARTMENT OF LABOR
MERIT RATING UNIT
200 FOLLY BROOK BLVD.
WETHERSFIELD, CT 06109 - 1114
860-263-6705**

UNEMPLOYMENT COMPENSATION

STATEMENT OF EXPERIENCE ACCOUNT AND NEW CONTRIBUTION RATE FOR CALENDAR YEAR 2018

EMPLOYER NO.:

SAMPLE FORM

1. EXP. YR. ENDED	2. BENEFIT CHARGES	3. TAXABLE PAYROLL	MAILING DATE	
JUNE 30, 2015	\$40,461	\$1,879,305.16	12/29/2017	
JUNE 30, 2016	\$23,818	\$2,150,481.05		
JUNE 30, 2017	\$11,669	\$2,217,239.08		
			SEE INFORMATION BELOW	
			4. BENEFIT RATIO	5. CHARGED RATE
TOTALS	\$75,948	÷ \$6,247,025.29	= 0.012+	= 1.3 %
			FUND TAX RATE	1.4 %
			NEW CONTRIBUTION RATE 2.7 %	
			<u>35</u>	
			FIRST EXP. YEAR	

*** THIS CONTRIBUTION RATE IS EFFECTIVE JANUARY 1, 2018. ***

THIS IS NOT A BILL

Your new contribution rate is your UNEMPLOYMENT TAX RATE for the current calendar year.

Your rate is based on your "experience" (i.e., by the amount of unemployment benefits paid to former employees charged to your account in proportion to your taxable payroll) during the "experience period". The "experience period" consists of the three consecutive years ended on June 30th preceeding the tax (calendar) year. "Experience year" means the twelve consecutive months ending on June 30th.

The rate computation factors above are explained below:

1. Benefit Ratio: The total benefit charges (item 2) divided by the taxable payroll (item 3). A plus (+) symbol in item 4 requires that the third figure to the right of the decimal point be raised to the next higher figure.
2. Charged Rate (item 5): The benefit ratio is converted to the charged percentage by moving the decimal point two positions to the right. A charged rate of less than .5% results in the minimum rate of .5% allowed by law. A charged rate exceeding 5.4% results in a rate of 5.4%, the maximum provided by law.
3. The Fund Tax Rate is added to the charged rate of all employers to obtain the new contribution rate. The fund rate is determined by the balance in the Unemployment Compensation Fund as of September 30th preceeding the tax year. It is the same for all employers.

THE NEW EMPLOYER RATE

An employer is not eligible for a rate determination on the basis of experience until his account has been chargeable w/ benefits for at least one full experience year. Employers who do not meet this requirement are given the State's five-year Benefit Cos. Rate, which is updated annually, and represents the average cost of benefits in this state over a specified five-year period.