



Senate Fiscal Agency  
P.O. Box 30036  
Lansing, Michigan 48909-7536

## BILL ANALYSIS



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House Bill 5555 (Substitute H-2 as reported without amendment)  
Sponsor: Representative Sue Allor  
House Committee: Oversight  
Senate Committee: Economic and Small Business Development

**CONTENT**

The bill would amend the Michigan Employment Security Act to allow an eligible contributing employer to discharge liability for its first-quarter contribution obligation by making quarterly payments that distributed the first-quarter contribution obligation equally over the first quarter and the immediately succeeding three quarters if in the first quarter of a year the employer incurred a contribution obligation that was equal to 50% or more of the its total contribution obligation for the immediately preceding year.

MCL 421.13

Legislative Analyst: Tyler P. VanHuyse

**FISCAL IMPACT**

The bill would not have a significant fiscal impact on State or local government. The bill would allow for certain larger employers to apportion their State unemployment tax payments for the first quarter of a year over the whole year. This would not change the overall amount employers paid, but rather would change the timing of those payments. Accordingly, the State would receive a lower April payment, but increased payments for the subsequent quarters of the year.

Date Completed: 5-20-22

Fiscal Analyst: Josh Sefton