OHIO LEGISLATIVE SERVICE COMMISSION

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Office of Research and Drafting

Legislative Budget Office

S.B. 263
136th General Assembly

Fiscal Note & Local Impact Statement

Click here for S.B. 263's Bill Analysis

Version: As Reported by Senate Financial Institutions, Insurance and Technology

Primary Sponsor: Sen. Roegner

Local Impact Statement Procedure Required: No

Jake Graffius, Budget Analyst

Highlights

- The Ohio Department of Job and Family Services (ODJFS) may realize minimal costs if it is necessary to update any rules in response to the bill's provisions.

Detailed Analysis

The bill allows a professional employer organization (PEO), alternative employer organization (AEO), or PEO reporting entity to elect to report shared employees of a client employer under the account and experience rate of the PEO, AEO, or PEO reporting entity for purposes of reporting that information under the Unemployment Compensation Law, rather than using a separate, unique subaccount as under current law. If an election is made or changed, the Ohio Department of Job and Family Services (ODJFS) Director must, after receiving notice, recalculate the experience rate. Additionally, the PEO, AEO, or PEO reporting entity is allowed to make an election within 60 days of the bill's effective date, which will apply immediately upon the date the Director receives notice of the election. The bill also permits, rather than requires ODJFS to: (1) combine the rate of experience that existed on a client employer's account before entering a PEO or AEO agreement with the experience accumulated under the PEO or AEO agreement, and (2) assign the combined experience of a client employer to the client employer's account on termination of the PEO or AEO agreement.

ODJFS may realize minimal costs to update rules.