

Approved

Date

Stephen R. Cloud 1-17-84

MINUTES OF THE HOUSE COMMITTEE ON GOVERNMENTAL ORGANIZATION

The meeting was called to order by Rep. Stephen R. Cloud at
Chairperson

9:07 a.m./p.m. on January 13, 1984 in room 522-S of the Capitol.

All members were present except:

- Rep. Hassler - Excused
- Rep. W. Fuller - Excused

Committee staff present:

- Avis Swartman - Revisor
- Carolyn Rampey - Legislative Research
- Julian Efird - Legislative Research
- Russ Mills - Legislative Research
- Jackie Breymeyer - Committee Secretary

Conferees appearing before the committee:

- Steve Goodman, Assistant Secretary, Department of Human Resources
- Robert Lueker, Supervisor of Administrative Operations, Contributions -Dept. of Human Resources
- Jim Hix, Bossler & Hix Personnel Services, Inc.

The meeting of the House Governmental Organization was called to order by Rep. Stephen R. Cloud, Chairman, on January 13, 1984 at 9:07 a.m. He asked the Committee to look over the minutes as they would be acted on at the end of the meeting. The Chairman told the Committee of a proposed bill, dealing with Cosmetology, that the Committee might want to introduce. A copy of this proposed legislation will be available for review in the Chairman's office.

Steve Goodman, Assistant Secretary, Department of Human Resources, returned to the Committee to answer questions researched for the Committee from the previous meeting. The Committee followed along on the attachments that had been distributed at that meeting. As there were still some answers to questions that needed to be sought, Assistant Secretary Goodman said he would be in contact with the Committee with further information at a future date.

Robert Lueker, Supervisor of Administrative Operations, Contributions, Department of Human Resources, explained how the reserve ratio rate for employers is determined. He also referred to the attachments of the January 12 meeting and answered several questions.

Jim Hix, Bossler & Hix Personnel Services, Inc., distributed an attachment, (Attachment I), and told the Committee that his firm employees between two hundred and three hundred persons on a temporary basis. Mr. Hix was present to tell the Committee how the law impacts on the small businessman. He explained that although the reserve ratio had improved from 13.518 to 13.696, the tax increased from .67 to 3.01, an increase of 349%. He added that this would mean quite a loss of income to his business. He would like to see the law changed in some way.

Chairman Cloud thanked all the conferres for appearing at the meeting. He asked for action on the minutes. The minutes of the January 11 and 12 meetings were approved. After stating that the next meeting would be Tuesday, January 17, the Chairman adjourned the meeting at 9:58 a.m.

SAC

ATTACHMENT I

<u>Reserve Ratio</u>	<u>1983 Tax (Before Surcharge)</u>	<u>1984 Tax</u>	<u>Increase</u>
.14	.28%	2.67%	854%
.13	1.68	4.01	139%
.12	3.07	4.68	52%
.11	3.91	5.35	37%
.10	4.47	5.40	21%
.09	4.75	5.40	14%
.08	4.75	5.40	14%
.07	5.03	5.40	7%
.06	5.03	5.40	7%
.05	5.31%	5.40%	2%
.04	5.31	5.40	2
.03	5.40	5.40	0

Att. b. 7.