24

| 1   | AN ACT   |
|-----|--|
| 2   | relating to the administration of the unemployment compensation      |
| . 3 | system by the Texas Workforce Commission.                            |
| 4   | BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:              |
| 5   | SECTION 1. Section 207.002, Labor Code, is amended by                |
| 6   | amending Subsection (c) and adding Subsection (c-1) to read as       |
| 7   | follows:   |
| 8   | (c) The commission shall determine the average weekly wage           |
| 9   | in covered employment and compute the maximum and minimum weekly     |
| 10  | benefit amount not later than October 1 of each year based on the    |
| 11  | annual average weekly wage for the preceding year. If a benefit      |
| 12  | amount computed under this subsection includes cents [is not a       |
| 13  | multiple of \$1], the commission shall adjust [increase] the benefit |
| 14  | amount as follows:   |
| 15  | (1) if the computed benefit amount includes at least                 |
| 16  | one cent but not more than 49 cents, the commission shall round the  |
| 17  | benefit down to the nearest [to the next] multiple of \$1; and       |
| 18  | (2) if the computed benefit amount includes at least                 |
| 19  | 50 cents but not more than 99 cents, the commission shall round the  |
| 20  | benefit amount up to the nearest multiple of \$1.                    |
| 21  | (c-1) An increase in the maximum weekly benefit amount may           |
| 22  | not exceed \$14 in any year. An increase in the minimum weekly       |
| 23  | benefit amount may not exceed \$1 in any year.                       |

SECTION 2. Section 207.007(b), Labor Code, is amended to

- 1 read as follows:
- 2 (b) An individual claiming benefits in a proceeding before
- 3 the commission or a court may be represented by counsel or another
- 4 authorized agent. Counsel or an agent representing an individual
- 5 under this subtitle may [not] charge and collect [or receive] a fee
- 6 for the counsel's or agent's [these] services [greater than an
- 7 amount-approved by the commission].
- 8 SECTION 3. Section 207.101(a), Labor Code, is amended to
- 9 read as follows:
- 10 (a) An eligible individual may elect to have federal income
- 11 tax withheld from benefits. The commission shall withhold federal
- 12 income taxes from the benefits of an individual who elects the
- 13 withholding as provided by the Federal Unemployment Tax Act (26
- 14 U.S.C. Section 3301 et seq.) and Section 303, Social Security Act
- 15 (42 U.S.C. Section 503)[ as those laws are amended by P.L.
- 16  $\frac{103-465}{1}$ .
- SECTION 4. The change in law made by this Act by the
- 18 amendment of Section 207.007, Labor Code, applies only to a
- 19 proceeding before the Texas Workforce Commission or a court that is
- 20 commenced on or after the effective date of this Act. A proceeding
- 21 commenced before the effective date of this Act is governed by the
- law in effect on the date the proceeding was commenced, and the
- 23 former law is continued in effect for that purpose.
- SECTION 5. This Act takes effect September 1, 2005.

## Marid Dunhu

President of the Senate

Speaker of the House

I certify that H.B. No. 2273 was passed by the House on April 6, 2005, by the following vote: Yeas 144, Nays 0, 1 present, not voting.

Chief Clerk of the House

I certify that H.B. No. 2273 was passed by the Senate on May 25, 2005, by the following vote: Yeas 31, Nays 0.

Secretary of the Senate

APPROVED: 18 JUNE 05

Date

RICK PROVED

Governor

ED IN THE OFFICE OF THE

Secretary of State