

Entity Name
Attention
Address 1
City, State Zip

Date

This letter is to notify you that we have updated your UI tax rate for 2022, and that we have not received your wage detail for 1st quarter 2022 as of the date of this letter.

On April 29, 2022, the Minnesota Legislature passed, and Governor Walz signed into law, a Trust Fund Replenishment bill. The new law reduces the amount of unemployment tax and assessments a taxpaying employer will owe in 2022.

The new law reduces the:

- Base Tax Rate for 2022 from 0.50% to 0.10%.
- Additional Assessment for 2022 from 14.00% to 0.00%.
- Special Assessment (Federal Loan Interest Assessment) for 2022 from 1.80% to 0.00%.

Background

The unprecedented levels of unemployment caused by the pandemic exhausted the balance in the UI Trust Fund. To keep paying UI benefits, Minnesota's UI program borrowed from the federal government. When the UI Trust Fund balance is low or below zero, higher tax rates are automatically implemented to help it to recover to a sustainable level.

The Trust Fund Replenishment law resets UI tax rates to what they were before the pandemic and restores the Trust Fund to its pre-pandemic level.

What's Next

Our records show that you have not reported wage detail for 1st quarter 2022. Please submit your report as soon as possible to avoid potential penalties and interest charges. Once you submit your report, your 1st quarter amount due will be calculated based on the new tax factors.

Please visit www.uimn.org, select **Employer & Agents** and then **Trust Fund Replenishment bill signed into law** from **News & Updates**. There you will find more information about how these unemployment tax changes affect you.

Or call UI Customer Service

Monday-Friday, 8 A.M. to 4:30 P.M. (except on holidays)

651-296-6141 (Press 4 to speak to a representative)

TTY - users: **1-866-814-1252**