

Entity Name  
Attention  
Address 1  
City, State Zip

Date

**This letter is to notify you that we have recalculated your UI tax amount for 1st quarter 2022.**

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.

**! Recalculation of 1st quarter 2022 UI taxes due has now been completed. If you already paid your 1st quarter 2022 taxes, there will likely be a credit on your account. If you have not yet paid your 1st quarter 2022 taxes, you should do so now (at the lower rate) to avoid any potential penalties or interest charges.**

### What's Next

**If you have a credit**, you can simply leave the credit on your account, and it will be used to reduce the amount you owe when you report wage detail for the 2<sup>nd</sup> quarter of 2022. You can request a refund of that amount. Depending upon volume and complexity of the refund requests, it could take several months before refund checks are issued.

Please visit [www.uimn.org](http://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, including a step-by-step guide to review your account balance or request a refund.

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**