

341.395 Information to be given to individual filing new claim -- Deduction and withholding of income tax.

- (1) An individual filing a new claim for unemployment compensation shall, at the time of filing the claim, be advised that:
 - (a) Unemployment compensation is subject to federal and state income tax;
 - (b) Requirements exist pertaining to estimated tax payments;
 - (c) The individual may elect to have federal income tax deducted and withheld from the individual's payment of unemployment compensation at the amount specified in the Federal Internal Revenue Code; and
 - (d) The individual shall be permitted to change a previously elected withholding status one (1) time during the individual's benefit year.
- (2) Amounts deducted and withheld from unemployment compensation shall remain in the unemployment fund until transferred to the federal taxing authority as a payment of income tax.
- (3) The secretary shall follow all procedures specified by the United States Department of Labor and the Federal Internal Revenue Service pertaining to the deducting and withholding of income tax.
- (4) Amounts shall be deducted and withheld in accordance with the priorities established in administrative regulations promulgated by the secretary.

Effective: July 15, 1996

History: Created 1996 Ky. Acts ch. 266, sec. 13, effective July 15, 1996.