## THE GENERAL ASSEMBLY OF PENNSYLVANIA

## **HOUSE BILL**

No. 68

Session of 2019

INTRODUCED BY RYAN, GROVE, MACKENZIE, PICKETT, KEEFER, COX AND T. DAVIS, JANUARY 28, 2019

SENATOR BROWNE, APPROPRIATIONS, IN SENATE, RE-REPORTED AS AMENDED, MARCH 25, 2020

## AN ACT

Amending the act of December 5, 1936 (2nd Sp.Sess., 1937) 1 P.L.2897, No.1), entitled "An act establishing a system of 2 unemployment compensation to be administered by the Department of Labor and Industry and its existing and newly created agencies with personnel (with certain exceptions) selected on a civil service basis; requiring employers to 6 keep records and make reports, and certain employers to pay contributions based on payrolls to provide moneys for the payment of compensation to certain unemployed persons; 9 providing procedure and administrative details for the 10 determination, payment and collection of such contributions 11 and the payment of such compensation; providing for 12 13 cooperation with the Federal Government and its agencies; creating certain special funds in the custody of the State 14 Treasurer; and prescribing penalties," IN ADMINISTRATION OF ACT, PROVIDING FOR UNEMPLOYMENT COMPENSATION BENEFIT 15 16 NOTIFICATION BY EMPLOYERS; in contributions by employers and 17 18 employees, further providing for relief from charges; AND 19 PROVIDING FOR EMERGENCY PROVISIONS RELATED TO COVID-19. 20 The General Assembly of the Commonwealth of Pennsylvania 21 hereby enacts as follows: 22 Section 1. Section 302.1(b)(2)(i) and (3)(i) of the act of <--23 December 5, 1936 (2nd Sp.Sess., 1937 P.L.2897, No.1), known as 24 the Unemployment Compensation Law, are amended to read: 2.5 SECTION 1. THE ACT OF DECEMBER 5, 1936 (2ND SP.SESS., 1937

- 1 P.L.2897, NO.1), KNOWN AS THE UNEMPLOYMENT COMPENSATION LAW, IS
- 2 AMENDED BY ADDING A SECTION TO READ:
- 3 SECTION 206.1. UNEMPLOYMENT COMPENSATION BENEFIT
- 4 NOTIFICATION BY EMPLOYERS. -- EACH EMPLOYER, WHETHER OR NOT LIABLE
- 5 FOR THE PAYMENT OF CONTRIBUTIONS UNDER THIS ACT, SHALL PROVIDE
- 6 NOTIFICATION OF THE AVAILABILITY OF UNEMPLOYMENT COMPENSATION TO
- 7 THE EMPLOYER'S EMPLOYES AT THE TIME OF SEPARATION FROM
- 8 EMPLOYMENT. THE NOTIFICATION SHALL INCLUDE, BUT NOT BE LIMITED
- 9 TO, THE FOLLOWING INFORMATION:
- 10 (1) AVAILABILITY OF UNEMPLOYMENT COMPENSATION BENEFITS TO
- 11 WORKERS WHO ARE UNEMPLOYED AND WHO MEET THE REQUIREMENTS OF THIS
- 12 ACT.
- 13 (2) ABILITY OF AN EMPLOYE TO FILE AN UNEMPLOYMENT
- 14 COMPENSATION CLAIM IN THE FIRST WEEK THAT EMPLOYMENT STOPS OR
- 15 WORK HOURS ARE REDUCED.
- 16 (3) AVAILABILITY OF ASSISTANCE OR INFORMATION ABOUT AN
- 17 UNEMPLOYMENT COMPENSATION CLAIM ON THE DEPARTMENT'S PUBLICLY
- 18 ACCESSIBLE INTERNET WEBSITE OR BY CALLING A TOLL-FREE NUMBER
- 19 THAT THE EMPLOYER SHALL PROVIDE.
- 20 (4) THAT THE EMPLOYE WILL NEED CERTAIN INFORMATION IN ORDER
- 21 TO FILE A CLAIM, INCLUDING:
- 22 (I) THE EMPLOYE'S FULL LEGAL NAME;
- 23 (II) THE EMPLOYE'S SOCIAL SECURITY NUMBER; AND
- 24 (III) IF NOT A CITIZEN OR RESIDENT OF THE UNITED STATES,
- 25 AUTHORIZATION TO WORK IN THE UNITED STATES.
- 26 SECTION 2. SECTION 302.1(B)(2)(I) AND (3)(I) OF THE ACT ARE
- 27 AMENDED TO READ:
- 28 Section 302.1. Relief from Charges. -- Notwithstanding any
- 29 other provisions of this act assigning charges for compensation
- 30 paid to employes, except for section 302(a)(2), the department

- 1 shall relieve an employer of charges for compensation in
- 2 accordance with this section and section 213 of this act.
- 3 \* \* \*
- 4 (b) Requests for relief from charges:
- 5 \* \* \*
- 6 (2) If an employer is requesting relief from charges on the
- 7 basis of a separation that occurs on or before the date the
- 8 claimant files an application for benefits or on the basis of
- 9 continuing part-time work, the following shall apply:
- 10 (i) If the request is filed within [fifteen (15)] twenty-one
- 11 (21) days after the date of the earliest notice issued by the
- 12 department under section 501(a) of this act indicating that the
- 13 claimant is eligible under section 401(a) of this act and relief
- 14 is granted, relief shall begin with the earliest week for which
- 15 the claimant is eligible for benefits pursuant to the claimant's
- 16 application for benefits.
- 17 \* \* \*
- 18 (3) If an employer is requesting relief from charges on the
- 19 basis of a separation that occurs after the claimant files an
- 20 application for benefits, the following shall apply:
- 21 (i) If the request is filed within [fifteen (15)] twenty-one
- 22 (21) days after the date of the earliest notice issued by the
- 23 department indicating that the claimant is claiming benefits
- 24 subsequent to the separation and relief is granted, relief shall
- 25 begin with the earliest week for which the claimant is eligible
- 26 for benefits following the last day worked.
- 27 \* \* \*
- 28 Section 2. The amendment of section 302.1(b)(2)(i) and (3) <
- 29 (i) of the act shall apply to benefit years that begin on or
- 30 after the publication of the notice under section 3 of this act.

- 1 Section 3. The Secretary of Labor and Industry shall-
- 2 transmit notice to the Legislative Reference Bureau for-
- 3 publication in the Pennsylvania Bulletin upon completion of
- 4 implementation of the technological upgrades to the delivery
- 5 system for unemployment compensation benefits.
- 6 SECTION 3. THE ACT IS AMENDED BY ADDING AN ARTICLE TO READ: <--
- 7 ARTICLE XVI
- 8 EMERGENCY PROVISIONS RELATED TO COVID-19
- 9 <u>SECTION 1601.</u> <u>DEFINITIONS.</u>
- 10 THE FOLLOWING WORDS AND PHRASES WHEN USED IN THIS ARTICLE
- 11 SHALL HAVE THE MEANINGS GIVEN TO THEM IN THIS SECTION UNLESS THE
- 12 CONTEXT CLEARLY INDICATES OTHERWISE:
- 13 "COVID-19." THE NOVEL CORONAVIRUS AS IDENTIFIED IN THE
- 14 GOVERNOR'S PROCLAMATION OF DISASTER EMERGENCY ISSUED ON MARCH 6,
- 15 <u>2020.</u>
- 16 SECTION 1602. EMERGENCY ELIGIBILITY RULES.
- 17 (A) GENERAL RULE. -- THE SECRETARY SHALL WAIVE PROVISIONS OF
- 18 THIS ACT TO EASE ELIGIBILITY REQUIREMENTS AND ACCESS TO
- 19 UNEMPLOYMENT COMPENSATION FOR CLAIMANTS WHOSE UNEMPLOYMENT IS
- 20 RELATED TO THE COVID-19 OUTBREAK OR THE EFFORTS OF PUBLIC HEALTH
- 21 OFFICIALS TO CONTAIN AND PREVENT THE SPREAD OF COVID-19. THE
- 22 SECRETARY SHALL ONLY WAIVE PROVISIONS OF THIS ACT IF THE WAIVER
- 23 IS AUTHORIZED UNDER THIS SECTION AND IS PERMITTED UNDER FEDERAL
- 24 LAW.
- 25 (B) WAITING PERIOD. -- THE ONE-WEEK WAITING PERIOD REQUIRED
- 26 UNDER SECTION 401(E) SHALL BE WAIVED FOR ALL CLAIMANTS FOR THE
- 27 <u>DURATION OF A DISASTER EMERGENCY DECLARED BY THE GOVERNOR</u>
- 28 BECAUSE OF COVID-19.
- 29 (C) JOB SEARCH AND REGISTRATION REQUIREMENTS.--THE JOB
- 30 SEARCH AND REGISTRATION REQUIREMENTS UNDER SECTION 401(B) SHALL

- 1 BE WAIVED UNDER SECTION 401(B)(6) FOR ALL CLAIMANTS FOR THE
- 2 DURATION OF A DISASTER EMERGENCY DECLARED BY THE GOVERNOR
- 3 BECAUSE OF COVID-19.
- 4 (D) CONSTRUCTION. -- THIS SECTION SHALL NOT BE CONSTRUED TO
- 5 PROVIDE UNEMPLOYMENT COMPENSATION BENEFITS FOR AN INDIVIDUAL WHO
- 6 DOES NOT MEET THE DEFINITION OF UNEMPLOYED AS PROVIDED UNDER
- 7 SECTION 4(U).
- 8 <u>SECTION 1603.</u> RELIEF FROM CHARGES.
- 9 (A) GENERAL RULE. -- IF THE DEPARTMENT DETERMINES THAT A
- 10 CLAIMANT'S UNEMPLOYMENT IS RELATED TO THE COVID-19 OUTBREAK OR
- 11 THE EFFORTS OF PUBLIC HEALTH OFFICIALS TO CONTAIN AND PREVENT
- 12 THE SPREAD OF COVID-19, THE DEPARTMENT SHALL PROVIDE RELIEF FROM
- 13 BENEFIT CHARGES FOR ANY EMPLOYER WHOSE ACCOUNT WOULD OTHERWISE
- 14 BE CHARGED UNDER SECTION 302. THE DEPARTMENT SHALL ONLY PROVIDE
- 15 RELIEF UNDER THIS SECTION IF PERMITTED UNDER FEDERAL LAW.
- 16 (B) AUTOMATIC RELIEF FROM CHARGES.--RELIEF UNDER SUBSECTION
- 17 (A) SHALL BE PROVIDED AUTOMATICALLY FOR THOSE CLAIMS RELATED TO
- 18 THE COVID-19 OUTBREAK OR THE EFFORTS OF PUBLIC OFFICIALS TO
- 19 CONTAIN AND PREVENT THE SPREAD OF COVID-19. THE EMPLOYER SHALL
- 20 NOT BE REQUIRED TO APPLY FOR RELIEF UNDER SECTION 302.1 TO
- 21 OBTAIN RELIEF UNDER SUBSECTION (A).
- 22 (C) DETERMINATION OF RELATIONSHIP TO COVID-19.--THE
- 23 <u>FOLLOWING SHALL APPLY:</u>
- 24 (1) FOR PURPOSES OF THIS SECTION, THE EMPLOYER WHO IS
- 25 <u>ELIGIBLE FOR RELIEF FROM CHARGES SHALL BE ENTITLED TO RELIEF</u>
- 26 FROM CHARGES FOR WEEKS OF UNEMPLOYMENT OCCURRING DURING THE
- 27 <u>DURATION OF A DISASTER EMERGENCY DECLARED BY THE GOVERNOR</u>
- 28 <u>WHICH IS RELATED TO COVID-19 UNDER THIS SECTION.</u>
- 29 <u>(2) FOR A CLAIM WHERE THE DEPARTMENT HAS DETERMINED THAT</u>
- THE CLAIMANT'S UNEMPLOYMENT IS NOT RELATED TO THE COVID-19

- 1 OUTBREAK OR THE EFFORTS OF PUBLIC HEALTH OFFICIALS TO CONTAIN
- 2 AND PREVENT THE SPREAD OF COVID-19, RELIEF FROM CHARGES UNDER
- 3 THIS SECTION SHALL BE DETERMINED IN ACCORDANCE WITH SECTION
- 4 302.1.
- 5 (D) BENEFIT REPAYMENT FOR REIMBURSABLE EMPLOYERS.--FOR ANY
- 6 EMPLOYER WHO MAKES PAYMENTS IN LIEU OF CONTRIBUTION UNDER THIS
- 7 ACT, THE FOLLOWING SHALL APPLY TO PAYMENTS FOR BENEFITS FOR
- 8 WEEKS OF UNEMPLOYMENT OCCURRING DURING A DISASTER EMERGENCY
- 9 DECLARED BY THE GOVERNOR RELATED TO COVID-19:
- 10 (1) AN EMPLOYER WHO HAS ELECTED TO PAY THE SOLVENCY FEE
- 11 <u>UNDER SECTION 213 SHALL RECEIVE AUTOMATIC RELIEF FROM CHARGES</u>
- 12 <u>IN ACCORDANCE WITH SUBSECTIONS (B) AND (C).</u>
- 13 (2) AN EMPLOYER WHO HAS NOT ELECTED TO PAY THE SOLVENCY
- 14 FEE UNDER SECTION 213 SHALL MAKE PAYMENTS AS FOLLOWS:
- 15 (I) THE EMPLOYER SHALL REPAY BENEFITS WITHIN 120
- DAYS OF THE DATE OF THE STATEMENT OF ACCOUNT NOTIFYING
- 17 THE EMPLOYER OF THE REPAYMENT OBLIGATION.
- 18 (II) THE DEPARTMENT MAY EXTEND THE 120-DAY TIME
- 19 PERIOD FOR REPAYMENT UP TO ANOTHER 60 DAYS UPON THE
- 20 REQUEST OF AN EMPLOYER WHO DEMONSTRATES FINANCIAL
- 21 HARDSHIP.
- 22 (III) THE DEPARTMENT SHALL OFFER INTEREST-FREE
- 23 PAYMENT PLANS TO AN EMPLOYER WHO DEMONSTRATES FINANCIAL
- 24 HARDSHIP.
- 25 (IV) NO INTEREST ON LATE PAYMENTS SHALL ACCRUE OR BE
- 26 CHARGED TO EMPLOYERS UNTIL JANUARY 1, 2021.
- 27 <u>SECTION 1604. FUNDING OF EXTENDED UNEMPLOYMENT COMPENSATION IN</u>
- 28 RESPONSE TO COVID-19.
- 29 (A) COMPLIANCE WITH FEDERAL REQUIREMENTS.--TO THE EXTENT
- 30 FEDERAL FUNDING IS AUTHORIZED FOR THE ADMINISTRATION OF THE

- 1 UNEMPLOYMENT COMPENSATION PROGRAM, EXTENDED UNEMPLOYMENT
- 2 COMPENSATION, DISASTER UNEMPLOYMENT ASSISTANCE OR ANY OTHER
- 3 UNEMPLOYMENT ASSISTANCE RELATED TO COVID-19 MADE AVAILABLE BY
- 4 THE FEDERAL GOVERNMENT, THE SECRETARY IS AUTHORIZED TO
- 5 ADMINISTER THE ASSISTANCE. THE SECRETARY IS AUTHORIZED TO ADOPT
- 6 TEMPORARY REGULATIONS TO ENSURE FEDERAL COMPLIANCE IN ORDER TO
- 7 RECEIVE FUNDING AND THE FOLLOWING SHALL APPLY:
- 8 (1) THE TEMPORARY REGULATIONS SHALL NOT BE SUBJECT TO:
- 9 (I) SECTIONS 201, 202, 203, 204 AND 205 OF THE ACT
- OF JULY 31, 1968 (P.L.769, NO.240), REFERRED TO AS THE
- 11 <u>COMMONWEALTH DOCUMENTS LAW.</u>
- 12 (II) SECTION 204(B) OF THE ACT OF OCTOBER 15, 1980
- 13 (P.L.950, NO.164), KNOWN AS THE COMMONWEALTH ATTORNEYS
- 14 ACT.
- 15 (III) THE ACT OF JUNE 25, 1982 (P.L.633, NO.181),
- 16 KNOWN AS THE REGULATORY REVIEW ACT.
- 17 (2) THE TEMPORARY REGULATIONS ADOPTED BY THE SECRETARY
- 18 SHALL EXPIRE 120 DAYS AFTER THE EXPIRATION DATE OF THE
- 19 FEDERAL LAW AUTHORIZING THE FUNDING.
- 20 (A.1) ADDITIONAL STATUTORY REQUIREMENTS TO RECEIVE
- 21 FUNDING.--IF THE SECRETARY DETERMINES THAT ADDITIONAL STATUTORY
- 22 AMENDMENTS ARE NEEDED TO RECEIVE FEDERAL FUNDING RELATED TO
- 23 COVID-19 UNEMPLOYMENT ASSISTANCE BEYOND THE EXPIRATION DATE OF
- 24 THE TEMPORARY REGULATIONS AUTHORIZED UNDER SUBSECTION (A), THE
- 25 SECRETARY SHALL INCLUDE LEGISLATIVE RECOMMENDATIONS TO THE
- 26 GENERAL ASSEMBLY IN THE MONTHLY REPORT REQUIRED UNDER SUBSECTION
- 27 (D).
- 28 (B) SEQUENCING.--THE FOLLOWING SHALL APPLY TO FEDERAL
- 29 FUNDING RECEIVED FOR ADMINISTRATIVE PURPOSES:
- 30 <u>(1) UPON THE AVAILABILITY OF FEDERAL FUNDING, MONEY</u>

- 1 RECEIVED FROM THE FEDERAL GOVERNMENT SHALL BE UTILIZED BY THE
- 2 SECRETARY PRIOR TO EXPENDING ANY OTHER FUNDS MADE AVAILABLE
- 3 TO ADDRESS COVID-19.
- 4 <u>(2) (RESERVED).</u>
- 5 (C) AUTHORIZED USE. -- THE SECRETARY IS PROHIBITED FROM
- 6 EXPENDING ANY MONEY MADE AVAILABLE FOR ADMINISTRATIVE PURPOSES
- 7 IN RESPONSE TO COVID-19 BEYOND WHAT IS NECESSARY TO ADMINISTER
- 8 UNEMPLOYMENT COMPENSATION.
- 9 (D) REPORT. -- THE FOLLOWING SHALL APPLY:
- 10 (1) BEGINNING APRIL 1, 2020, AND THE FIRST DAY OF EACH
- 11 SUBSEQUENT MONTH, THE SECRETARY SHALL PREPARE A REPORT
- 12 DETAILING ANY PERMANENT STATUTORY CHANGES THAT MUST BE MADE
- 13 <u>IN ORDER FOR THE COMMONWEALTH TO COMPLY WITH FEDERAL</u>
- 14 REQUIREMENTS FOR FUNDING AND ALL SPENDING RELATED TO
- 15 UNEMPLOYMENT COMPENSATION IN RESPONSE TO COVID-19 THE
- DEPARTMENT HAS MADE DURING THE PRECEDING MONTH, INCLUDING ANY
- 17 FUNDING MADE AVAILABLE THROUGH THE FEDERAL GOVERNMENT, THE
- 18 GOVERNOR'S DISASTER PROCLAMATION OR ANY OTHER TRANSFERS
- 19 AUTHORIZED UNDER THIS SECTION.
- 20 (2) THE REPORT UNDER PARAGRAPH (1) SHALL INCLUDE THE
- 21 NUMBER OF APPLICATIONS PROCESSED, THE NUMBER OF APPLICATIONS
- 22 APPROVED AND DENIED AND THE TOTAL AMOUNT EXPENDED.
- 23 (3) THE SECRETARY SHALL SUBMIT THE REPORT UNDER
- 24 PARAGRAPH (1) TO THE PRESIDENT PRO TEMPORE OF THE SENATE, THE
- 25 SPEAKER OF THE HOUSE OF REPRESENTATIVE, THE MAJORITY LEADER
- 26 AND MINORITY LEADER OF THE SENATE, THE MAJORITY LEADER AND
- 27 <u>MINORITY LEADER OF THE HOUSE OF REPRESENTATIVES</u>, THE
- 28 CHAIRPERSON AND MINORITY CHAIRPERSON OF THE APPROPRIATIONS
- 29 <u>COMMITTEE OF THE SENATE AND THE CHAIRPERSON AND MINORITY</u>
- 30 CHAIRPERSON OF THE APPROPRIATIONS COMMITTEE OF THE HOUSE OF

- 1 <u>REPRESENTATIVES.</u>
- 2 SECTION 1605. EXPIRATION.
- 3 THIS ARTICLE SHALL EXPIRE ON JANUARY 1, 2021.
- 4 SECTION 4. THE AMENDMENT OF SECTION 302.1(B)(2)(I) AND (3)
- 5 (I) OF THE ACT SHALL APPLY TO NOTICES ISSUED UNDER SECTION
- 6 302.1(B)(2)(I) AND (3)(I) ON OR AFTER THE PUBLICATION OF THE
- 7 NOTICE UNDER SECTION 5 OF THIS ACT.
- 8 SECTION 5. THE SECRETARY OF LABOR AND INDUSTRY SHALL
- 9 TRANSMIT NOTICE TO THE LEGISLATIVE REFERENCE BUREAU FOR
- 10 PUBLICATION IN THE PENNSYLVANIA BULLETIN UPON COMPLETION OF
- 11 MODIFICATIONS TO THE DELIVERY SYSTEM FOR UNEMPLOYMENT
- 12 COMPENSATION BENEFITS IMPLEMENTING THE CHANGES TO THE FILING
- 13 PERIODS UNDER SECTION 302.1(B)(2)(I) AND (3)(I) OF THE ACT.
- 14 Section 4 6. This act shall take effect as follows: <--
- 15 (1) The following shall take effect immediately:
- 16 (i) This section.
- 17 (ii) Sections 2 and 3 of this act THE REMAINDER OF <--
- 18 THIS ACT.
- 19 (2) The remainder of this AMENDMENT OF SECTION 302.1(B) <--
- 20 (2)(I) AND (3)(I) OF THE act shall take effect upon
- 21 publication of the notice under section  $\frac{3}{5}$  of this act. <--