

# **128th MAINE LEGISLATURE**

## **SECOND SPECIAL SESSION-2018**

**Legislative Document** 

No. 1927

S.P. 763

In Senate, September 13, 2018

An Act To Restore the Integrity of the Unemployment Compensation System

(EMERGENCY)

Reference to the Committee on Labor, Commerce, Research and Economic Development suggested and ordered printed.

Heath & Print

HEATHER J.R. PRIEST Secretary of the Senate

Presented by Senator BRAKEY of Androscoggin. (GOVERNOR'S BILL)

- 1 **Emergency preamble. Whereas,** acts and resolves of the Legislature do not 2 become effective until 90 days after adjournment unless enacted as emergencies; and
- 3 **Whereas,** the integrity of the unemployment compensation system has been 4 grievously eroded by the recent enactment of Public Law 2017, chapter 453; and
- 5 **Whereas,** as a result of this recently enacted law, Maine businesses will be forced to 6 pay oppressive, higher taxes in order to stabilize the State's account in the federal 7 Unemployment Trust Fund; and
- 8 **Whereas,** immediate legislative action is necessary to eliminate the negative 9 consequences of Public Law 2017, chapter 453; and
- 10 Whereas, in the judgment of the Legislature, these facts create an emergency within 11 the meaning of the Constitution of Maine and require the following legislation as 12 immediately necessary for the preservation of the public peace, health and safety; now, 13 therefore,
- 14 Be it enacted by the People of the State of Maine as follows:
- 15 Sec. 1. 26 MRSA §1192, sub-§3, as amended by PL 2017, c. 453, §1, is further
   amended to read:
- 17 3. Is able and available for work. The individual is able to work and is available for full-time work at the individual's usual or customary trade, occupation, profession or 18 business or in such other trade, occupation, profession or business for which the 19 20 individual's prior training or experience shows the individual to be fitted or qualified, as 21 long as the geographic region in which the work will take place is not greater than 35 miles from the individual's primary residence; and in addition to having complied with 22 subsection 2 is actively seeking work in accordance with the regulations of the 23 24 commission; provided that no ineligibility may be found solely because the claimant is 25 unable to accept employment on a shift, the greater part of which falls between the hours 26 of midnight to 5 a.m., and is unavailable for that employment because of parental 27 obligation, the need to care for an immediate family member or the unavailability of a 28 personal care attendant required to assist the unemployed individual who is a 29 handicapped person; and provided that an unemployed individual who is neither able nor 30 available for work due to good cause as determined by the deputy is eligible to receive 31 prorated benefits for that portion of the week during which the individual was able and 32 available.
- A. Notwithstanding this subsection, beginning January 1, 2004, an individual who is
   not available for full-time work as required in this subsection is not disqualified from
   receiving benefits if:
- 36 (1) The individual worked less than full time for a majority of the weeks during
  37 that individual's base period and the individual is able and available for and
  38 actively seeking part-time work for at least the number of hours in a week
  39 comparable to those customarily worked in part-time employment during that
  40 individual's base period; or

1 (2) The individual worked full time for a majority of the weeks during that 2 individual's base period, but is able and available for and actively seeking only 3 part-time work because of the illness or disability of an immediate family 4 member or because of limitations necessary for the safety or protection of the 5 individual or individual's immediate family member.

6 Sec. 2. 26 MRSA §1192, sub-§12, as amended by PL 2017, c. 453, §2, is further 7 amended to read:

8 **12. Participation in reemployment services.** The individual who has been referred 9 to reemployment services, pursuant to a profiling system established by the 10 commissioner, participates in those services or similar services unless it is determined 11 that the individual has completed those services or there is good cause for the individual's 12 failure to participate; and

13 Sec. 3. 26 MRSA §1192, sub-§13, as amended by PL 2017, c. 453, §3, is further
 14 amended to read:

15 **13. Reemployment services and eligibility assessment; participation.** In the case 16 that the individual has been referred to reemployment services and eligibility assessment 17 by the Department of Labor, the individual participates in those services, unless the 18 department determines there is good cause for the individual's failure to participate. 19 Failure to participate in reemployment services and eligibility assessment without good 20 cause results in a denial of benefits until the individual participates; and.

21 Sec. 4. 26 MRSA §1192, sub-§14, as enacted by PL 2017, c. 453, §4, is repealed.

Sec. 5. 26 MRSA §1192, last ¶, as amended by PL 2017, c. 453, §5, is further
 amended to read:

For purposes of subsections 2, 3, 12 and 13, "good cause" means the unemployed 24 25 individual is ill; the presence of the unemployed individual is required due to an illness of 26 the unemployed individual's spouse, children, parents, stepparents, brothers or sisters, or 27 relatives who have been acting in the capacity of a parent of either the unemployed 28 individual or the unemployed individual's spouse; the unemployed individual is in attendance at the funeral of such a relative; the unemployed individual is observing a 29 30 religious holiday as required by religious conviction; the unemployed individual is performing either a military or civil duty as required by law; or other cause of a 31 32 necessitous and compelling nature, including child care emergencies and transportation 33 emergencies. If an unemployed individual has completed reemployment services and 34 eligibility assessment with the Department of Labor within the prior 5 years, that 35 individual is considered to have good cause for not participating in reemployment services and eligibility assessment under subsections 12 and 13. "Good cause" does not 36 37 include incarceration as a result of a conviction for a felony or misdemeanor.

38 Sec. 6. PL 2017, c. 453, §6 is repealed.

39 Sec. 7. Appropriations and allocations. The following appropriations and allocations are made.

#### 1 LABOR, DEPARTMENT OF

5

12

#### 2 Employment Security Services 0245

3 Initiative: Deallocates one-time funds for the cost of making computer programming 4 updates to implement changes to the eligibility requirements for unemployment benefits.

6	FEDERAL EXPENDITURES FUND	<b>2017-18</b>	<b>2018-19</b> (\$71,200)
7	All Other	\$0	
8 9	FEDERAL EXPENDITURES FUND TOTAL	\$0	(\$71,200)

Emergency clause. In view of the emergency cited in the preamble, this
 legislation takes effect when approved.

### SUMMARY

This bill reverses the changes to the eligibility requirements for unemployment benefits made by Public Law 2017, chapter 453, "An Act To Give Flexibility to Employees and Employers for Temporary Layoffs." It repeals a requirement that the Department of Labor examine the effect of Public Law 2017, chapter 453 on the State's account in the federal Unemployment Trust Fund and report to the joint standing committee of the Legislature having jurisdiction over labor matters. It also deallocates one-time funds that were allocated pursuant to Public Law 2017, chapter 453.