#### FIRST REGULAR SESSION

### SENATE COMMITTEE SUBSTITUTE FOR

# **SENATE BILL NO. 21**

**102ND GENERAL ASSEMBLY** 

KRISTINA MARTIN, Secretary

### AN ACT

To repeal section 288.036 as enacted by house bill no. 150, ninety-eighth general assembly, first regular session, section 288.036 as enacted by house bill no. 1456, ninety-third general assembly, second regular session, section 288.060 as enacted by house bill no. 150, ninety-eighth general assembly, first regular session, and section 288.060 as enacted by house bill no. 163, ninety-sixth general assembly, first regular session, and to enact in lieu thereof two new sections relating to unemployment benefits.

Be it enacted by the General Assembly of the State of Missouri, as follows:

Section A. Section 288.036 as enacted by house bill no. 150, ninety-eighth general assembly, first regular session, 2 section 288.036 as enacted by house bill no. 1456, ninety-third 3 general assembly, second regular session, section 288.060 as 4 enacted by house bill no. 150, ninety-eighth general assembly, 5 6 first regular session, and section 288.060 as enacted by house 7 bill no. 163, ninety-sixth general assembly, first regular 8 session, are repealed and two new sections enacted in lieu thereof, to be known as sections 288.036 and 288.060, to read 9 as follows: 10

**[**288.036. "Wages" means all 1. 2 remuneration, payable or paid, for personal 3 services including commissions and bonuses and, 4 except as provided in subdivision (7) of this 5 section, the cash value of all remuneration paid 6 in any medium other than cash. Gratuities, including tips received from persons other than 7 the employing unit, shall be considered wages 8 9 only if required to be reported as wages 10 pursuant to the Federal Unemployment Tax Act, 26 11 U.S.C. Section 3306, and shall be, for the

## **EXPLANATION-Matter enclosed in bold-faced brackets [thus] in this bill is not enacted and is intended to be omitted in the law.**

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12 purposes of this chapter, treated as having been 13 paid by the employing unit. Severance pay shall be considered as wages to the extent required 14 15 pursuant to the Federal Unemployment Tax Act, 26 16 U.S.C. Section 3306(b). Vacation pay, 17 termination pay, severance pay and holiday pay 18 shall be considered as wages for the week with 19 respect to which it is payable. The total amount of wages derived from severance pay, if 20 21 paid to an insured in a lump sum, shall be 22 prorated on a weekly basis at the rate of pay received by the insured at the time of 23 24 termination for the purposes of determining 25 unemployment benefits eligibility. The term 26 "wages" shall not include: (1) The amount of any payment made (including any amount paid by an employing unit 27 28 29 for insurance or annuities, or into a fund, to 30 provide for any such payment) to, or on behalf 31 of, an individual under a plan or system 32 established by an employing unit which makes 33 provision generally for individuals performing 34 services for it or for a class or classes of 35 such individuals, on account of: 36 (a) Sickness or accident disability, but 37 in case of payments made to an employee or any 38 of the employee's dependents this paragraph 39 shall exclude from the term wages only payments 40 which are received pursuant to a workers' compensation law; or (b) Medical and hospitalization expenses 41 42 43 in connection with sickness or accident 44 disability; or 45 (C) Death; 46 The amount of any payment on account (2)of sickness or accident disability, or medical 47 or hospitalization expenses in connection with 48 49 sickness or accident disability, made by an 50 employing unit to, or on behalf of, an 51 individual performing services for it after the 52 expiration of six calendar months following the 53 last calendar month in which the individual 54 performed services for such employing unit; 55 (3) The amount of any payment made by an employing unit to, or on behalf of, an 56 individual performing services for it or his or 57 58 her beneficiary: 59 From or to a trust described in 26 (a) 60 U.S.C. Section 401(a) which is exempt from tax pursuant to 26 U.S.C. Section 501(a) at the time 61 62 of such payment unless such payment is made to 63 an employee of the trust as remuneration for 64 services rendered as such an employee and not as 65 a beneficiary of the trust; or 66 (b) Under or to an annuity plan which, at 67 the time of such payments, meets the

requirements of Section 404(a)(2) of the Federal 68 Internal Revenue Code (26 U.S.C.A. Section 404); 69 The amount of any payment made by an 70 (4) 71 employing unit (without deduction from the 72 remuneration of the individual in employment) of 73 the tax imposed pursuant to Section 3101 of the Federal Internal Revenue Code (26 U.S.C.A. 74 75 Section 3101) upon an individual with respect to 76 remuneration paid to an employee for domestic 77 service in a private home or for agricultural 78 labor; 79 (5) Remuneration paid in any medium other 80 than cash to an individual for services not in 81 the course of the employing unit's trade or 82 business; Remuneration paid in the form of meals 83 (6) provided to an individual in the service of an 84 employing unit where such remuneration is 85 86 furnished on the employer's premises and at the 87 employer's convenience, except that remuneration 88 in the form of meals that is considered wages 89 and required to be reported as wages pursuant to 90 the Federal Unemployment Tax Act, 26 U.S.C. 91 Section 3306 shall be reported as wages as 92 required thereunder; 93 For the purpose of determining wages (7) 94 paid for agricultural labor as defined in paragraph (b) of subdivision (1) of subsection 95 96 12 of section 288.034 and for domestic service as defined in subsection 13 of section 288.034, 97 98 only cash wages paid shall be considered; 99 (8) Beginning on October 1, 1996, any 100 payment to, or on behalf of, an employee or the 101 employee's beneficiary under a cafeteria plan, 102 if such payment would not be treated as wages 103 pursuant to the Federal Unemployment Tax Act. 104 2. The increases or decreases to the state 105 taxable wage base for the remainder of calendar 106 year 2004 shall be eight thousand dollars, and 107 the state taxable wage base in calendar year 108 2005, and each calendar year thereafter, shall be determined by the provisions within this 109 subsection. On January 1, 2005, the state 110 taxable wage base for calendar year 2005, 2006, 111 112 and 2007 shall be eleven thousand dollars. The 113 taxable wage base for calendar year 2008 shall be twelve thousand dollars. The state taxable 114 115 wage base for each calendar year thereafter 116 shall be determined by the average balance of 117 the unemployment compensation trust fund of the 118 four preceding calendar quarters (September thirtieth, June thirtieth, March thirty-first, 119 120 and December thirty-first of the preceding 121 calendar year), less any outstanding federal 122 Title XII advances received pursuant to section 123 288.330, less the principal, interest, and 124 administrative expenses related to any credit

instrument issued under section 288.030, and 125 less the principal, interest, and administrative expenses related to any financial agreements 126 127 128 under subdivision (17) of subsection 2 of 129 section 288.330. When the average balance of the unemployment compensation trust fund of the 130 131 four preceding quarters (September thirtieth, June thirtieth, March thirty-first, and December 132 thirty-first of the preceding calendar year), as 133 134 so determined is: 135 (1) Less than, or equal to, three hundred 136 fifty million dollars, then the wage base shall 137 increase by one thousand dollars; or 138 (2)Six hundred fifty million or more, 139 then the state taxable wage base for the 140 subsequent calendar year shall be decreased by five hundred dollars. In no event, however, 141 142 shall the state taxable wage base increase 143 beyond twelve thousand five hundred dollars, or 144 decrease to less than seven thousand dollars. 145 For calendar year 2009, the tax wage base shall 146 be twelve thousand five hundred dollars. For calendar year 2010 and each calendar year 147 148 thereafter, in no event shall the state taxable 149 wage base increase beyond thirteen thousand 150 dollars, or decrease to less than seven thousand 151 dollars. 152 For any calendar year, the state taxable wage 153 base shall not be reduced to less than that part of the remuneration which is subject to a tax 154 under a federal law imposing a tax against which 155 156 credit may be taken for contributions required 157 to be paid into a state unemployment 158 compensation trust fund. Nothing in this 159 section shall be construed to prevent the wage 160 base from increasing or decreasing by increments of five hundred dollars.] 161 288.036. 1. "Wages" means all remuneration, payable

2 or paid, for personal services including commissions and bonuses and, except as provided in subdivision (7) of this 3 4 [section] subsection, the cash value of all remuneration 5 paid in any medium other than cash. Gratuities, including 6 tips received from persons other than the employing unit, 7 shall be considered wages only if required to be reported as 8 wages pursuant to the Federal Unemployment Tax Act, 26 U.S.C. Section [3306] 3301, et seq., as amended, and shall 9 be, for the purposes of this chapter, treated as having been 10 paid by the employing unit. [Severance pay shall be 11

12 considered as wages to the extent required pursuant to the 13 Federal Unemployment Tax Act, 26 U.S.C. Section 3306(b).] 14 Vacation pay, termination pay, severance pay, and holiday pay shall be considered as wages for the week with respect 15 16 to which it is payable. The total amount of wages derived 17 from severance pay, termination pay, vacation pay, or holiday pay, if paid to an insured in a lump sum, shall be 18 19 prorated on a weekly basis at the rate of pay received by the insured at the time of termination for the purposes of 20 21 determining unemployment benefits eligibility. The term "wages" shall not include: 22

(1) The amount of any payment made (including any
amount paid by an employing unit for insurance or annuities,
or into a fund, to provide for any such payment) to, or on
behalf of, an individual under a plan or system established
by an employing unit which makes provision generally for
individuals performing services for it or for a class or
classes of such individuals, on account of:

30 (a) Sickness or accident disability, but in case of
31 payments made to an employee or any of the employee's
32 dependents this paragraph shall exclude from the term wages
33 only payments which are received pursuant to a workers'
34 compensation law; or

35 (b) Medical and hospitalization expenses in connection36 with sickness or accident disability; or

37 (c) Death;

38 (2) The amount of any payment on account of sickness
39 or accident disability, or medical or hospitalization
40 expenses in connection with sickness or accident disability,
41 made by an employing unit to, or on behalf of, an individual
42 performing services for it after the expiration of six

43 calendar months following the last calendar month in which44 the individual performed services for such employing unit;

45 (3) The amount of any payment made by an employing
46 unit to, or on behalf of, an individual performing services
47 for it or his or her beneficiary:

(a) From or to a trust described in 26 U.S.C. Section
49 401(a) which is exempt from tax pursuant to 26 U.S.C.
50 Section 501(a) at the time of such payment unless such
51 payment is made to an employee of the trust as remuneration
52 for services rendered as such an employee and not as a
53 beneficiary of the trust; or

(b) Under or to an annuity plan which, at the time of
such payments, meets the requirements of Section 404(a)(2)
of the Federal Internal Revenue Code (26 U.S.C.A. Section
404);

(4) The amount of any payment made by an employing unit (without deduction from the remuneration of the individual in employment) of the tax imposed pursuant to Section 3101 of the Federal Internal Revenue Code (26 U.S.C.A. Section 3101) upon an individual with respect to remuneration paid to an employee for domestic service in a private home or for agricultural labor;

65 (5) Remuneration paid in any medium other than cash to
66 an individual for services not in the course of the
67 employing unit's trade or business;

68 (6) Remuneration paid in the form of meals provided to 69 an individual in the service of an employing unit where such 70 remuneration is furnished on the employer's premises and at 71 the employer's convenience, except that remuneration in the 72 form of meals that is considered wages and required to be 73 reported as wages pursuant to the Federal Unemployment Tax

74 Act, 26 U.S.C. Section 3306 shall be reported as wages as 75 required thereunder;

76 (7) For the purpose of determining wages paid for
77 agricultural labor as defined in paragraph (b) of
78 subdivision (1) of subsection 12 of section 288.034 and for
79 domestic service as defined in subsection 13 of section
80 288.034, only cash wages paid shall be considered;

81 (8) Beginning on October 1, 1996, any payment to, or
82 on behalf of, an employee or the employee's beneficiary
83 under a cafeteria plan, if such payment would not be treated
84 as wages pursuant to the Federal Unemployment Tax Act.

2. The increases or decreases to the state taxable 85 86 wage base for the remainder of calendar year 2004 shall be eight thousand dollars, and the state taxable wage base in 87 calendar year 2005, and each calendar year thereafter, shall 88 be determined by the provisions within this subsection. On 89 90 January 1, 2005, the state taxable wage base for calendar year 2005, 2006, and 2007 shall be eleven thousand dollars. 91 92 The taxable wage base for calendar year 2008 shall be twelve thousand dollars. The state taxable wage base for each 93 calendar year thereafter shall be determined by the average 94 95 balance of the unemployment compensation trust fund of the four preceding calendar quarters (September thirtieth, June 96 97 thirtieth, March thirty-first, and December thirty-first of the preceding calendar year), less any outstanding federal 98 Title XII advances received pursuant to section 288.330, 99 less the principal, interest, and administrative expenses 100 related to any credit instrument issued under section 101 102 [288.030] 288.330, and less the principal, interest, and 103 administrative expenses related to any financial agreements 104 under subdivision (17) of subsection 2 of section 288.330. When the average balance of the unemployment compensation 105

106 trust fund of the four preceding quarters (September 107 thirtieth, June thirtieth, March thirty-first, and December 108 thirty-first of the preceding calendar year), as so 109 determined is:

(1) Less than, or equal to, three hundred fifty million dollars, then the wage base shall increase by one thousand dollars; or

Six hundred fifty million or more, then the state 113 (2)taxable wage base for the subsequent calendar year shall be 114 115 decreased by five hundred dollars. In no event, however, shall the state taxable wage base increase beyond twelve 116 thousand five hundred dollars, or decrease to less than 117 118 seven thousand dollars. For calendar year 2009, the tax wage base shall be twelve thousand five hundred dollars. 119 For calendar year 2010 and each calendar year thereafter, in 120 121 no event shall the state taxable wage base increase beyond 122 thirteen thousand dollars, or decrease to less than seven thousand dollars. 123

124 For any calendar year, the state taxable wage base shall not 125 be reduced to less than that part of the remuneration which is subject to a tax under a federal law imposing a tax 126 against which credit may be taken for contributions required 127 to be paid into a state unemployment compensation trust 128 129 fund. Nothing in this section shall be construed to prevent the wage base from increasing or decreasing by increments of 130 131 five hundred dollars.

[288.060. 1. All benefits shall be paid through employment offices in accordance with 2 3 such regulations as the division may prescribe. 2. Each eligible insured worker who is 4 totally unemployed in any week shall be paid for 5 such week a sum equal to his or her weekly 6 7 benefit amount. Each eligible insured worker who is 8 3. 9 partially unemployed in any week shall be paid

for such week a partial benefit. Such partial 10 benefit shall be an amount equal to the 11 difference between his or her weekly benefit 12 13 amount and that part of his or her wages for 14 such week in excess of twenty dollars, and, if 15 such partial benefit amount is not a multiple of 16 one dollar, such amount shall be reduced to the 17 nearest lower full dollar amount. For calendar year 2007 and each year thereafter, such partial 18 19 benefit shall be an amount equal to the 20 difference between his or her weekly benefit 21 amount and that part of his or her wages for 22 such week in excess of twenty dollars or twenty 23 percent of his or her weekly benefit amount, whichever is greater, and, if such partial 24 benefit amount is not a multiple of one dollar, 25 such amount shall be reduced to the nearest 26 27 lower full dollar amount. Pay received by an 28 eligible insured worker who is a member of the 29 organized militia for training or duty 30 authorized by Section 502(a)(1) of Title 32, 31 United States Code, shall not be considered 32 wages for the purpose of this subsection. The division shall compute the wage 33 4. 34 credits for each individual by crediting him or 35 her with the wages paid to him or her for 36 insured work during each guarter of his or her 37 base period or twenty-six times his or her 38 weekly benefit amount, whichever is the lesser. 39 In addition, if a claimant receives wages in the 40 form of termination pay or severance pay and 41 such payment appears in a base period 42 established by the filing of an initial claim, 43 the claimant may, at his or her option, choose 44 to have such payment included in the calendar 45 quarter in which it was paid or choose to have it prorated equally among the quarters 46 47 comprising the base period of the claim. For 48 the purpose of this section, wages shall be 49 counted as wage credits for any benefit year, 50 only if such benefit year begins subsequent to 51 the date on which the employing unit by whom 52 such wages were paid has become an employer. 53 The wage credits of an individual earned during 54 the period commencing with the end of a prior 55 base period and ending on the date on which he 56 or she filed an allowed initial claim shall not 57 be available for benefit purposes in a 58 subsequent benefit year unless, in addition 59 thereto, such individual has subsequently earned either wages for insured work in an amount equal 60 61 to at least five times his or her current weekly 62 benefit amount or wages in an amount equal to at 63 least ten times his or her current weekly 64 benefit amount.

The duration of benefits payable to any 65 5. insured worker during any benefit year shall be 66 limited to: 67 Twenty weeks if the Missouri average 68 (1)69 unemployment rate is nine percent or higher; 70 (2) Nineteen weeks if the Missouri average 71 unemployment rate is between eight and one-half 72 percent and nine percent; 73 (3) Eighteen weeks if the Missouri average 74 unemployment rate is eight percent up to and including eight and one-half percent; 75 Seventeen weeks if the Missouri 76 (4) 77 average unemployment rate is between seven and 78 one-half percent and eight percent; (5) Sixteen weeks if the Missouri average 79 80 unemployment rate is seven percent up to and 81 including seven and one-half percent; 82 (6) Fifteen weeks if the Missouri average 83 unemployment rate is between six and one-half 84 percent and seven percent; 85 (7) Fourteen weeks if the Missouri average 86 unemployment rate is six percent up to and including six and one-half percent; 87 (8) Thirteen weeks if the Missouri average 88 89 unemployment rate is below six percent. 90 As used in this subsection, the phrase "Missouri 91 average unemployment rate" means the average of 92 the seasonally adjusted statewide unemployment 93 rates as published by the United States Department of Labor, Bureau of Labor Statistics, 94 95 for the time periods of January first through 96 March thirty-first and July first through 97 September thirtieth. The average of the 98 seasonally adjusted statewide unemployment rates 99 for the time period of January first through March thirty-first shall be effective on and 100 after July first of each year and shall be 101 102 effective through December thirty-first. The 103 average of the seasonally adjusted statewide 104 unemployment rates for the time period of July 105 first through September thirtieth shall be effective on and after January first of each 106 107 year and shall be effective through June 108 thirtieth; and The provisions of this subsection 109 (9) 110 shall become effective January 1, 2016. 111 6. In the event that benefits are due a 112 deceased person and no petition has been filed for the probate of the will or for the 113 114 administration of the estate of such person within thirty days after his or her death, the 115 116 division may by regulation provide for the 117 payment of such benefits to such person or persons as the division finds entitled thereto 118 119 and every such payment shall be a valid payment to the same extent as if made to the legal 120 representatives of the deceased. 121

122	7. The division is authorized to cancel
123	any benefit warrant remaining outstanding and
124	unpaid one year after the date of its issuance
125	and there shall be no liability for the payment
126	of any such benefit warrant thereafter.
127	8. The division may establish an
128	electronic funds transfer system to transfer
129	directly to claimants' accounts in financial
130	institutions benefits payable to them pursuant
131	to this chapter. To receive benefits by
132	electronic funds transfer, a claimant shall
132	satisfactorily complete a direct deposit
134	application form authorizing the division to
135	
	deposit benefit payments into a designated
136	checking or savings account. Any electronic
137	funds transfer system created pursuant to this
138	subsection shall be administered in accordance
139	with regulations prescribed by the division.
140	9. The division may issue a benefit
141	warrant covering more than one week of benefits.
142	10. Prior to January 1, 2005, the division
143	shall institute procedures including, but not
144	limited to, name, date of birth, and Social
145	Security verification matches for remote claims
146	filing via the use of telephone or the internet
147	in accordance with such regulations as the
148	division shall prescribe. At a minimum, the
149	division shall verify the Social Security number
150	and date of birth when an individual claimant
151	initially files for unemployment insurance
152	benefits. If verification information does not
153	match what is on file in division databases to
154	what the individual is stating, the division
155	shall require the claimant to submit a division-
156	approved form requesting an affidavit of
157	eligibility prior to the payment of additional
158	future benefits. The division of employment
159	security shall cross-check unemployment
160	compensation applicants and recipients with
161	Social Security Administration data maintained
162	by the federal government at least weekly. The
163	division of employment security shall cross-
164	check at least monthly unemployment compensation
165	applicants and recipients with department of
166	revenue drivers license databases.]

288.060. 1. All benefits shall be paid through
employment offices in accordance with such regulations as
the division may prescribe.

4 2. Each eligible insured worker who is totally
5 unemployed in any week shall be paid for such week a sum
6 equal to his or her weekly benefit amount.

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7 3. Each eligible insured worker who is partially unemployed in any week shall be paid for such week a partial 8 9 benefit. Such partial benefit shall be an amount equal to the difference between his or her weekly benefit amount and 10 that part of his or her wages for such week in excess of 11 twenty dollars, and, if such partial benefit amount is not a 12 multiple of one dollar, such amount shall be reduced to the 13 14 nearest lower full dollar amount. For calendar year 2007 and each year thereafter, such partial benefit shall be an 15 16 amount equal to the difference between his or her weekly benefit amount and that part of his or her wages for such 17 week in excess of twenty dollars or twenty percent of his or 18 19 her weekly benefit amount, whichever is greater, and, if such partial benefit amount is not a multiple of one dollar, 20 such amount shall be reduced to the nearest lower full 21 22 dollar amount. [Termination pay, severance pay, or] Pay received by an eligible insured worker who is a member of 23 the organized militia for training or duty authorized by 24 Section 502(a)(1) of Title 32, United States Code, shall not 25 be considered wages for the purpose of this subsection. 26

27 The division shall compute the wage credits for 4. each individual by crediting him or her with the wages paid 28 to him or her for insured work during each quarter of his or 29 30 her base period or twenty-six times his or her weekly benefit amount, whichever is the lesser. In addition, if a 31 claimant receives wages in the form of termination pay, 32 33 vacation pay, holiday pay, or severance pay and such payment appears in a base period established by the filing of an 34 initial claim, the claimant may, at his or her option, 35 choose to have such payment included in the calendar quarter 36 in which it was paid or choose to have it prorated equally 37 among the quarters comprising the base period of the claim. 38

39 The maximum total amount of benefits payable to any insured 40 worker during any benefit year shall not exceed twenty times 41 his or her weekly benefit amount, or thirty-three and onethird percent of his or her wage credits, whichever is the 42 lesser. For the purpose of this section, wages shall be 43 counted as wage credits for any benefit year, only if such 44 benefit year begins subsequent to the date on which the 45 46 employing unit by whom such wages were paid has become an employer. The wage credits of an individual earned during 47 48 the period commencing with the end of a prior base period and ending on the date on which he or she filed an allowed 49 initial claim shall not be available for benefit purposes in 50 a subsequent benefit year unless, in addition thereto, such 51 individual has subsequently earned either wages for insured 52 work in an amount equal to at least five times his or her 53 current weekly benefit amount or wages in an amount equal to 54 at least ten times his or her current weekly benefit amount. 55

56 5. (1) The duration of benefits payable to any 57 insured worker during any benefit year shall be limited to:

58 (a) Twenty weeks if the Missouri unemployment rate is
 59 higher than nine percent;

(b) Nineteen weeks if the Missouri unemployment rate
is higher than eight and one-half percent but no higher than
nine percent;

63 (c) Eighteen weeks if the Missouri unemployment rate
64 is higher than eight percent but no higher than eight and
65 one-half percent;

(d) Seventeen weeks if the Missouri unemployment rate
is higher than seven and one-half percent but no higher than
eight percent;

(e) Sixteen weeks if the Missouri unemployment rate is
higher than seven percent but no higher than seven and onehalf percent;

(f) Fifteen weeks if the Missouri unemployment rate is
higher than six and one-half percent but no higher than
seven percent;

75 (g) Fourteen weeks if the Missouri unemployment rate
76 is higher than six percent but no higher than six and one77 half percent;

(h) Thirteen weeks if the Missouri unemployment rate
is higher than five and one-half percent but no higher than
six percent;

(i) Twelve weeks if the Missouri unemployment rate is
higher than five percent but no higher than five and onehalf percent;

(j) Eleven weeks if the Missouri unemployment rate is
higher than four and one-half percent but no higher than
five percent;

(k) Ten weeks if the Missouri unemployment rate is
higher than four percent but no higher than four and onehalf percent;

90 (1) Nine weeks if the Missouri unemployment rate is
91 higher than three and one-half percent but no higher than
92 four percent; and

93 (m) Eight weeks if the Missouri unemployment rate is
94 at or below three and one-half percent.

95 (2) As used in this subsection, the phrase "Missouri
96 unemployment rate" means the statewide unemployment rate as
97 published by the United States Department of Labor, Bureau
98 of Labor Statistics, on the date that the claimant initially
99 files a claim for benefits.

100 (3) The provisions of this subsection shall become
 101 effective January 1, 2024.

In the event that benefits are due a deceased 102 6. person and no petition has been filed for the probate of the 103 104 will or for the administration of the estate of such person 105 within thirty days after his or her death, the division may 106 by regulation provide for the payment of such benefits to 107 such person or persons as the division finds entitled 108 thereto and every such payment shall be a valid payment to 109 the same extent as if made to the legal representatives of 110 the deceased.

111 [6.] 7. The division is authorized to cancel any 112 benefit warrant remaining outstanding and unpaid one year 113 after the date of its issuance and there shall be no 114 liability for the payment of any such benefit warrant 115 thereafter.

116 [7.] 8. The division may establish an electronic funds transfer system to transfer directly to claimants' accounts 117 118 in financial institutions benefits payable to them pursuant to this chapter. To receive benefits by electronic funds 119 120 transfer, a claimant shall satisfactorily complete a direct deposit application form authorizing the division to deposit 121 benefit payments into a designated checking or savings 122 123 account. Any electronic funds transfer system created 124 pursuant to this subsection shall be administered in 125 accordance with regulations prescribed by the division.

126 [8.] 9. The division may issue a benefit warrant127 covering more than one week of benefits.

[9.] 10. Prior to January 1, 2005, the division shall
institute procedures including, but not limited to, name,
date of birth, and Social Security verification matches for
remote claims filing via the use of telephone or the

132 internet in accordance with such regulations as the division 133 shall prescribe. At a minimum, the division shall verify 134 the Social Security number and date of birth when an individual claimant initially files for unemployment 135 insurance benefits. If verification information does not 136 137 match what is on file in division databases to what the individual is stating, the division shall require the 138 139 claimant to submit a division-approved form requesting an 140 affidavit of eligibility prior to the payment of additional 141 future benefits. The division of employment security shall cross-check unemployment compensation applicants and 142 recipients with Social Security Administration data 143 144 maintained by the federal government at least weekly. The 145 division of employment security shall cross-check at least monthly unemployment compensation applicants and recipients 146 147 with department of revenue drivers license databases.

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148 11. The division shall promulgate rules and regulations to administer this section. Any rule or portion 149 of a rule, as that term is defined in section 536.010, that 150 151 is created under the authority delegated in this section shall become effective only if it complies with and is 152 subject to all of the provisions of chapter 536 and, if 153 applicable, section 536.028. This section and chapter 536 154 155 are nonseverable and if any of the powers vested with the general assembly pursuant to chapter 536 to review, to delay 156 the effective date, or to disapprove and annul a rule are 157 subsequently held unconstitutional, then the grant of 158 159 rulemaking authority and any rule proposed or adopted after 160 August 28, 2023, shall be invalid and void.

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