A-Engrossed Senate Bill 1701

Ordered by the Senate August 10 Including Senate Amendments dated August 10

Sponsored by JOINT COMMITTEE ON THE SECOND SPECIAL SESSION OF 2020

SUMMARY

The following summary is not prepared by the sponsors of the measure and is not a part of the body thereof subject to consideration by the Legislative Assembly. It is an editor's brief statement of the essential features of the measure.

Provides that unemployed individual receiving unemployment insurance benefits for weeks ending before January 1, 2022, who has earnings from less than full-time employment may earn greater of \$300 or one-third of individual's weekly benefit amount before individual's weekly benefit amount is reduced.

Declares emergency, effective on passage.

A BILL FOR AN ACT

2 Relating to unemployment insurance benefits; creating new provisions; amending ORS 657.150; and

3 declaring an emergency.

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4 Be It Enacted by the People of the State of Oregon:

5 **SECTION 1.** ORS 657.150 is amended to read:

6 657.150. (1) An individual shall be paid benefits for weeks during the benefit year in an amount

7 which is to be determined by taking into account the individual's work in subject employment in the

8 base year as provided in this section.

9 (2)(a) To qualify for benefits an individual must have:

10 (A) Worked in subject employment in the base year with total base year wages of \$1,000 or more 11 and have total base year wages equal to or in excess of one and one-half times the wages in the

12 highest quarter of the base year; and

(B) Have earned wages in subject employment equal to six times the individual's weekly benefit
amount in employment for service performed subsequent to the beginning of a preceding benefit year
if benefits were paid to the individual for any week in the preceding benefit year.

(b) If the individual does not meet the requirements of paragraph (a)(A) of this subsection, the
 individual may qualify for benefits if the individual has worked a minimum of 500 hours in employ ment subject to this chapter during the base year.

19 (3) If the wages paid to an individual are not based upon a fixed period of time or if wages are 20 paid at irregular intervals or in such manner as not to extend regularly over the period of employment, for the purposes of subsections (2) to (5) of this section, the individual's wages shall be allo-2122cated in accordance with rules prescribed by the Director of the Employment Department. Such 23rules shall, insofar as possible, produce results the same as those which would exist if the individual had been paid wages at regular intervals. The director may adopt rules to attribute hours of work 24 to an individual if the individual is not paid on an hourly basis or if the employer does not report 2526the number of hours worked.

A-Eng. SB 1701

(4) An eligible individual's weekly benefit amount shall be 1.25 percent of the total wages paid 1 2 in the individual's base year. However, such amount shall not be less than the minimum, nor more 3 than the maximum weekly benefit amount.

- (a) The minimum weekly benefit amount shall be 15 percent (0.1500) of the state average weekly 4 covered wage for the preceding calendar year, effective for any benefit year commencing on and 5 after the week which includes July 4, 1975, and the week that includes each July 4 thereafter. 6
 - (b) The maximum weekly benefit amount shall be:
- (A) Fifty-five percent (0.5500) of the state average weekly covered wage for calendar year 1979, 8 9 effective for any benefit year commencing with and after the week which includes July 4, 1980, and 10 through any benefit year commencing with the week which includes June 27, 1981.
- (B) Fifty-five percent (0.5500) of the state average weekly covered wage for calendar year 1980, 11 12 effective for any benefit year commencing with and after the week which includes July 4, 1981, 13 through any benefit year commencing with the week which includes September 27, 1981.
- (C) Fifty-eight percent (0.5800) of the state average weekly covered wage for calendar year 1980, 14 15 effective for any benefit year commencing with and after the week which includes October 4, 1981, 16 through any benefit year commencing with the week which includes June 27, 1982.
- (D) Sixty percent (0.6000) of the state average weekly covered wage for calendar year 1981, ef-17 18 fective for any benefit year commencing with and after the week which includes July 4, 1982, through any benefit year commencing with the week which includes June 27, 1983. 19
- 20(E) Sixty-four percent (0.6400) of the state average covered weekly wage for the preceding calendar year, effective for any benefit year commencing with and after the week which includes July 21224, 1983, and the week which includes each July 4 thereafter.
- 23(c) All weekly benefit amounts, if not a multiple of \$1, shall be computed to the next lower multiple of \$1. 24
- (d) For the purposes of this subsection, the state average weekly covered wage means an amount 25determined by the Employment Department by dividing the total wages paid by subject employers 2627during the year by 52 times the average monthly employment reported by subject employers for the 28vear.
- (5) Benefits paid to an eligible individual in a benefit year shall not exceed 26 times the 2930 individual's weekly benefit amount, or one-third of the base year's wages paid, whichever is the 31 lesser. If such amount is not a multiple of \$1, it shall be computed to the next lower multiple of \$1. 32(6) An eligible unemployed individual who has employment in any week shall have the individual's weekly benefit amount reduced, but not below zero, by the amount of earnings paid 33 34 or payable that exceeds [whichever is] the greater of [the following amounts]:
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(a) [Ten times the minimum hourly wage established by the laws of this state] **\$300**; or

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- (b) One-third of the individual's weekly benefit amount.
- 37 (7) Payment which has been, is or will be paid to an individual for a holiday or vacation shall be considered as earnings in the determination of the amount of benefits payable with respect to the 38 week in which the holiday or vacation falls in the same manner as provided in subsection (6) of this 39 section. However, if payment for the holiday or vacation is paid more than 45 days prior to the 40 holiday or vacation or is delayed more than 45 days following the end of the week in which the 41 holiday or vacation falls, the provisions of this section do not apply and previously reduced benefits 42 shall be adjusted accordingly. 43
- (8) Payment [which] that has been, or will be, made to an individual as a member of a reserve 44 component of the Armed Forces of the United States, including the organized militia of the State 45

A-Eng. SB 1701

1 of Oregon, for the performance of inactive duty training shall not be considered as earnings in the 2 determination of the amount of benefits payable.

3 <u>SECTION 2.</u> The amendments to ORS 657.150 by section 1 of this 2020 second special 4 session Act apply to benefits payable for weeks beginning on or after the effective date of 5 this 2020 second special session Act, and ending before January 1, 2022.

6 **SECTION 3.** ORS 657.150, as amended by section 1 of this 2020 second special session Act, is 7 amended to read:

8 657.150. (1) An individual shall be paid benefits for weeks during the benefit year in an amount 9 which is to be determined by taking into account the individual's work in subject employment in the 10 base year as provided in this section.

11 (2)(a) To qualify for benefits an individual must have:

(A) Worked in subject employment in the base year with total base year wages of \$1,000 or more
and have total base year wages equal to or in excess of one and one-half times the wages in the
highest quarter of the base year; and

(B) Have earned wages in subject employment equal to six times the individual's weekly benefit amount in employment for service performed subsequent to the beginning of a preceding benefit year if benefits were paid to the individual for any week in the preceding benefit year.

(b) If the individual does not meet the requirements of paragraph (a)(A) of this subsection, the
individual may qualify for benefits if the individual has worked a minimum of 500 hours in employment subject to this chapter during the base year.

(3) If the wages paid to an individual are not based upon a fixed period of time or if wages are 2122paid at irregular intervals or in such manner as not to extend regularly over the period of employ-23ment, for the purposes of subsections (2) to (5) of this section, the individual's wages shall be allocated in accordance with rules prescribed by the Director of the Employment Department. Such 24rules shall, insofar as possible, produce results the same as those which would exist if the individual 25had been paid wages at regular intervals. The director may adopt rules to attribute hours of work 2627to an individual if the individual is not paid on an hourly basis or if the employer does not report the number of hours worked. 28

(4) An eligible individual's weekly benefit amount shall be 1.25 percent of the total wages paid
in the individual's base year. However, such amount shall not be less than the minimum, nor more
than the maximum weekly benefit amount.

(a) The minimum weekly benefit amount shall be 15 percent (0.1500) of the state average weekly
covered wage for the preceding calendar year, effective for any benefit year commencing on and
after the week which includes July 4, 1975, and the week that includes each July 4 thereafter.

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(b) The maximum weekly benefit amount shall be:

(A) Fifty-five percent (0.5500) of the state average weekly covered wage for calendar year 1979,
effective for any benefit year commencing with and after the week which includes July 4, 1980, and
through any benefit year commencing with the week which includes June 27, 1981.

(B) Fifty-five percent (0.5500) of the state average weekly covered wage for calendar year 1980,
effective for any benefit year commencing with and after the week which includes July 4, 1981,
through any benefit year commencing with the week which includes September 27, 1981.

42 (C) Fifty-eight percent (0.5800) of the state average weekly covered wage for calendar year 1980,
43 effective for any benefit year commencing with and after the week which includes October 4, 1981,
44 through any benefit year commencing with the week which includes June 27, 1982.

45 (D) Sixty percent (0.6000) of the state average weekly covered wage for calendar year 1981, ef-

A-Eng. SB 1701

fective for any benefit year commencing with and after the week which includes July 4, 1982,
 through any benefit year commencing with the week which includes June 27, 1983.

3 (E) Sixty-four percent (0.6400) of the state average covered weekly wage for the preceding cal-4 endar year, effective for any benefit year commencing with and after the week which includes July 5 4, 1983, and the week which includes each July 4 thereafter.

6 (c) All weekly benefit amounts, if not a multiple of \$1, shall be computed to the next lower 7 multiple of \$1.

8 (d) For the purposes of this subsection, the state average weekly covered wage means an amount 9 determined by the Employment Department by dividing the total wages paid by subject employers 10 during the year by 52 times the average monthly employment reported by subject employers for the 11 year.

(5) Benefits paid to an eligible individual in a benefit year shall not exceed 26 times the
individual's weekly benefit amount, or one-third of the base year's wages paid, whichever is the
lesser. If such amount is not a multiple of \$1, it shall be computed to the next lower multiple of \$1.
(6) An eligible unemployed individual who has employment in any week shall have the
individual's weekly benefit amount reduced, but not below zero, by the amount of earnings paid or

17 payable that exceeds the greater of:

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(a) [\$300] Ten times the minimum hourly wage established by the laws of this state; or

(b) One-third of the individual's weekly benefit amount.

(7) Payment which has been, is or will be paid to an individual for a holiday or vacation shall be considered as earnings in the determination of the amount of benefits payable with respect to the week in which the holiday or vacation falls in the same manner as provided in subsection (6) of this section. However, if payment for the holiday or vacation is paid more than 45 days prior to the holiday or vacation or is delayed more than 45 days following the end of the week in which the holiday or vacation falls, the provisions of this section do not apply and previously reduced benefits shall be adjusted accordingly.

(8) Payment that has been, or will be, made to an individual as a member of a reserve component of the Armed Forces of the United States, including the organized militia of the State of Oregon, for the performance of inactive duty training shall not be considered as earnings in the determination of the amount of benefits payable.

31 <u>SECTION 4.</u> The amendments to ORS 657.150 by section 3 of this 2020 second special 32 session Act apply to benefits payable for weeks ending on or after January 1, 2022.

<u>SECTION 5.</u> This 2020 second special session Act being necessary for the immediate preservation of the public peace, health and safety, an emergency is declared to exist, and this 2020 second special session Act takes effect on its passage.

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