#### FIRST REGULAR SESSION

# HOUSE BILL NO. 1121

## **101ST GENERAL ASSEMBLY**

INTRODUCED BY REPRESENTATIVE ROGERS.

DANA RADEMAN MILLER, Chief Clerk

## AN ACT

To repeal section 288.040, RSMo, and to enact in lieu thereof one new section relating to employment security.

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

Section A. Section 288.040, RSMo, is repealed and one new section enacted in lieu 2 thereof, to be known as section 288.040, to read as follows:

288.040. 1. A claimant who is unemployed and has been determined to be an insured 2 worker shall be eligible for benefits for any week only if the deputy finds that:

3 (1) The claimant has registered for work at and thereafter has continued to report at an
4 employment office in accordance with such regulations as the division may prescribe;

5 (2) The claimant is able to work and is available for work. No person shall be deemed 6 available for work unless such person has been and is actively and earnestly seeking work. Upon the filing of an initial or renewed claim, and prior to the filing of each weekly claim thereafter, 7 the deputy shall notify each claimant of the number of work search contacts required to constitute 8 9 an active search for work. Unless the deputy directs otherwise, a claimant shall make a 10 minimum of three work search contacts during any week for which he or she claims benefits. 11 No person shall be considered not available for work, pursuant to this subdivision, solely because 12 he or she is a substitute teacher or is on jury duty. A claimant shall not be determined to be ineligible pursuant to this subdivision because of not actively and earnestly seeking work if: 13

(a) The claimant is participating in training approved pursuant to Section 236 of the
 Trade Act of 1974, as amended, (19 U.S.C.A. Sec. 2296, as amended);

16 (b) The claimant is temporarily unemployed through no fault of his or her own and has 17 a definite recall date within eight weeks of his or her first day of unemployment; however, upon

EXPLANATION — Matter enclosed in bold-faced brackets [thus] in the above bill is not enacted and is intended to be omitted from the law. Matter in **bold-face** type in the above bill is proposed language.

2251H.01I

application of the employer responsible for the claimant's unemployment, such eight-week periodmay be extended not to exceed a total of sixteen weeks at the discretion of the director;

(3) The claimant has reported to an office of the division as directed by the deputy, but
at least once every four weeks, except that a claimant shall be exempted from the reporting
requirement of this subdivision if:

(a) The claimant is claiming benefits in accordance with division regulations dealingwith partial or temporary total unemployment; or

25 (b) The claimant is temporarily unemployed through no fault of his or her own and has 26 a definite recall date within eight weeks of his or her first day of unemployment; or

(c) The director of the division of employment security has determined that the claimant belongs to a group or class of workers whose opportunities for reemployment will not be enhanced by reporting, or is prevented from reporting due to emergency conditions that limit access by the general public to an office that serves the area where the claimant resides, but only during the time such circumstances exist.

32

33 Ineligibility pursuant to this subdivision shall begin on the first day of the week which the 34 claimant was scheduled to claim and shall end on the last day of the week preceding the week 35 during which the claimant does report to the division's office;

36 (4) Prior to the first week of a period of total or partial unemployment for which the 37 claimant claims benefits he or she has been totally or partially unemployed for a waiting period 38 of one week. No more than one waiting week will be required in any benefit year. During 39 calendar year 2008 and each calendar year thereafter, the one-week waiting period shall become 40 compensable once his or her remaining balance on the claim is equal to or less than the 41 compensable amount for the waiting period. No week shall be counted as a week of total or 42 partial unemployment for the purposes of this subsection unless it occurs within the benefit year 43 which includes the week with respect to which the claimant claims benefits;

44 (5) The claimant has made a claim for benefits within fourteen days from the last day 45 of the week being claimed. The fourteen-day period may, for good cause, be extended to 46 twenty-eight days;

47 (6) The claimant has reported to an employment office to participate in a reemployment 48 assessment and reemployment services as directed by the deputy or designated staff of an 49 employment office, unless the deputy determines that good cause exists for the claimant's failure 50 to participate in such reemployment assessment and reemployment services. For purposes of this 51 section, "reemployment services" may include, but not be limited to, the following:

52

(a) Providing an orientation to employment office services;

53 (b) Providing job search assistance; and

54 55

56 Ineligibility under this subdivision shall begin on the first day of the week which the claimant 57 was scheduled to report for the reemployment assessment or reemployment services and shall 58 end on the last day of the week preceding the week during which the claimant does report in 59 person to the employment office for such reemployment assessment or reemployment services; 60 (7) The claimant is participating in reemployment services, such as job search assistance

services, as directed by the deputy if the claimant has been determined to be likely to exhaust
regular benefits and to need reemployment services pursuant to a profiling system established
by the division, unless the deputy determines that:

64

(a) The individual has completed such reemployment services; or

(c) Providing labor market statistics or analysis;

65 (b) There is justifiable cause for the claimant's failure to participate in such 66 reemployment services.

67 2. A claimant shall be ineligible for waiting week credit or benefits for any week for 68 which the deputy finds he or she is or has been suspended by his or her most recent employer for 69 misconduct connected with his or her work. Suspensions of four weeks or more shall be treated 70 as discharges.

71 3. (1) Benefits based on "service in employment", described in subsections 7 and 8 of 72 section 288.034, shall be payable in the same amount, on the same terms and subject to the same 73 conditions as compensation payable on the basis of other service subject to this law; except that: 74 With respect to service performed in an instructional, research, or principal (a) 75 administrative capacity for an educational institution, benefits shall not be paid based on such 76 services for any week of unemployment commencing during the period between two successive 77 academic years or terms, or during a similar period between two regular but not successive terms, 78 or during a period of paid sabbatical leave provided for in the individual's contract, to any 79 individual if such individual performs such services in the first of such academic years (or terms) 80 and if there is a contract or a reasonable assurance that such individual will perform services in 81 any such capacity for any educational institution in the second of such academic years or terms;

(b) With respect to services performed in any capacity (other than instructional, research, or principal administrative capacity) for an educational institution, benefits shall not be paid on the basis of such services to any individual for any week which commences during a period between two successive academic years or terms if such individual performs such services in the first of such academic years or terms and there is a contract or a reasonable assurance that such individual will perform such services in the second of such academic years or terms;

88 (c) With respect to services described in paragraphs (a) and (b) of this subdivision, 89 benefits shall not be paid on the basis of such services to any individual for any week which

4

90 commences during an established and customary vacation period or holiday recess if such 91 individual performed such services in the period immediately before such vacation period or 92 holiday recess, and there is reasonable assurance that such individual will perform such services 93 immediately following such vacation period or holiday recess;

94 (d) With respect to services described in paragraphs (a) and (b) of this subdivision, 95 benefits payable on the basis of services in any such capacity shall be denied as specified in 96 paragraphs (a), (b), and (c) of this subdivision to any individual who performed such services at 97 an educational institution while in the employ of an educational service agency, and for this 98 purpose the term "educational service agency" means a governmental agency or governmental 99 entity which is established and operated exclusively for the purpose of providing such services 100 to one or more educational institutions.

101 If compensation is denied for any week pursuant to paragraph (b) or (d) of (2) 102 subdivision (1) of this subsection to any individual performing services at an educational 103 institution in any capacity (other than instructional, research or principal administrative capacity), 104 and such individual was not offered an opportunity to perform such services for the second of 105 such academic years or terms, such individual shall be entitled to a retroactive payment of the 106 compensation for each week for which the individual filed a timely claim for compensation and 107 for which compensation was denied solely by reason of paragraph (b) or (d) of subdivision (1) 108 of this subsection.

4. (1) A claimant shall be ineligible for waiting week credit, benefits or shared work
benefits for any week for which he or she is receiving or has received remuneration exceeding
his or her weekly benefit amount or shared work benefit amount in the form of:

(a) Compensation for temporary partial disability pursuant to the workers' compensationlaw of any state or pursuant to a similar law of the United States;

114 (b) A governmental or other pension, retirement or retired pay, annuity, or other similar 115 periodic payment, not including any military pension or military retirement benefit, which 116 is based on the previous work of such claimant to the extent that such payment is provided from 117 funds provided by a base period or chargeable employer pursuant to a plan maintained or 118 contributed to by such employer; but, except for such payments made pursuant to the Social 119 Security Act or the Railroad Retirement Act of 1974 (or the corresponding provisions of prior 120 law), the provisions of this paragraph shall not apply if the services performed for such employer 121 by the claimant after the beginning of the base period (or remuneration for such services) do not 122 affect eligibility for or increase the amount of such pension, retirement or retired pay, annuity 123 or similar payment.

124 (2) If the remuneration referred to in this subsection is less than the benefits which would 125 otherwise be due, the claimant shall be entitled to receive for such week, if otherwise eligible,

126 benefits reduced by the amount of such remuneration, and, if such benefit is not a multiple of one 127 dollar, such amount shall be lowered to the next multiple of one dollar.

(3) Notwithstanding the provisions of subdivisions (1) and (2) of this subsection, if a claimant **receives a military pension or other military retirement benefit or** has contributed in any way to the Social Security Act or the Railroad Retirement Act of 1974, or the corresponding provisions of prior law, no part of the payments received pursuant to such **military pension, military retirement benefit, or** federal law shall be deductible from the amount of benefits received pursuant to this chapter.

5. A claimant shall be ineligible for waiting week credit or benefits for any week for which or a part of which he or she has received or is seeking unemployment benefits pursuant to an unemployment insurance law of another state or the United States; provided, that if it be finally determined that the claimant is not entitled to such unemployment benefits, such ineligibility shall not apply.

139 6. (1) A claimant shall be ineligible for waiting week credit or benefits for any week for 140 which the deputy finds that such claimant's total or partial unemployment is due to a stoppage 141 of work which exists because of a labor dispute in the factory, establishment or other premises 142 in which such claimant is or was last employed. In the event the claimant secures other 143 employment from which he or she is separated during the existence of the labor dispute, the 144 claimant must have obtained bona fide employment as a permanent employee for at least the 145 major part of each of two weeks in such subsequent employment to terminate his or her 146 ineligibility. If, in any case, separate branches of work which are commonly conducted as 147 separate businesses at separate premises are conducted in separate departments of the same 148 premises, each such department shall for the purposes of this subsection be deemed to be a 149 separate factory, establishment or other premises. This subsection shall not apply if it is shown 150 to the satisfaction of the deputy that:

(a) The claimant is not participating in or financing or directly interested in the labordispute which caused the stoppage of work; and

(b) The claimant does not belong to a grade or class of workers of which, immediately preceding the commencement of the stoppage, there were members employed at the premises at which the stoppage occurs, any of whom are participating in or financing or directly interested in the dispute.

157 (2) "Stoppage of work" as used in this subsection means a substantial diminution of the 158 activities, production or services at the establishment, plant, factory or premises of the employing 159 unit. This definition shall not apply to a strike where the employees in the bargaining unit who 160 initiated the strike are participating in the strike. Such employees shall not be eligible for waiting 161 week credit or benefits during the period when the strike is in effect, regardless of diminution,

unless the employer has been found guilty of an unfair labor practice by the National LaborRelations Board or a federal court of law for an act or actions preceding or during the strike.

164 7. On or after January 1, 1978, benefits shall not be paid to any individual on the basis 165 of any services, substantially all of which consist of participating in sports or athletic events or 166 training or preparing to so participate, for any week which commences during the period between 167 two successive sport seasons (or similar periods) if such individual performed such services in 168 the first of such seasons (or similar periods) and there is a reasonable assurance that such 169 individual will perform such services in the later of such seasons (or similar periods).

8. Benefits shall not be payable on the basis of services performed by an alien, unless such alien is an individual who was lawfully admitted for permanent residence at the time such services were performed, was lawfully present for purposes of performing such services, or was permanently residing in the United States under color of law at the time such services were performed (including an alien who was lawfully present in the United States as a result of the application of the provisions of Section 212(d)(5) of the Immigration and Nationality Act).

(1) Any data or information required of individuals applying for benefits to determine
whether benefits are not payable to them because of their alien status shall be uniformly required
from all applicants for benefits.

179 (2) In the case of an individual whose application for benefits would otherwise be 180 approved, no determination that benefits to such individual are not payable because of such 181 individual's alien status shall be made except upon a preponderance of the evidence.

9. A claimant shall be ineligible for waiting week credit or benefits for any week such
claimant has an outstanding penalty which was assessed based upon an overpayment of benefits,
as provided for in subsection 9 of section 288.380.

185 10. The directors of the division of employment security and the division of workforce 186 development shall submit to the governor, the speaker of the house of representatives, and the 187 president pro tem of the senate no later than October 15, 2006, a report outlining their 188 recommendations for how to improve work search verification and claimant reemployment 189 The recommendations shall include, but not limited to how to best utilize activities. 190 "greathires.org", and how to reduce the average duration of unemployment insurance claims. 191 Each calendar year thereafter, the directors shall submit a report containing their 192 recommendations on these issues by December thirty-first of each year.

193 11. For purposes of this section, a claimant may satisfy reporting requirements provided 194 under this section by reporting by internet communication or any other means deemed acceptable 195 by the division of employment security.