By: Harless H.B. No. 4125

Substitute the following for H.B. No. 4125:

By: Harless C.S.H.B. No. 4125

A BILL TO BE ENTITLED

1 AN ACT

- 2 relating to liability for obtaining improper unemployment
- 3 compensation benefits.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 5 SECTION 1. Section 214.002, Labor Code, is amended to read
- 6 as follows:
- 7 Sec. 214.002. LIABILITY FOR [HMPROPERLY] OBTAINING
- 8 <u>IMPROPER</u> BENEFITS. (a) A person who has received improper benefits
- 9 is liable for the amount of the improper benefits. The commission
- 10 may recover improper benefits by:
- 11 (1) deducting the amount of the improper benefits from
- 12 any future benefits payable to the person; or
- 13 (2) collecting the amount of the improper benefits for
- 14 the compensation fund in the same manner provided by Sections
- 15 213.031, 213.032, 213.033, 213.035, and 213.051 for the collection
- 16 of past due contributions.
- 17 (b) In this section, "improper benefit" means <u>any</u> [the]
- 18 benefit or payment obtained under this subtitle by a person who was
- 19 or is subsequently disqualified or otherwise determined to be
- 20 ineligible to receive the benefit or payment for any reason under a
- 21 <u>final determination or decision made under this subtitle</u>[+
- 22 [(1) because of the nondisclosure or
- 23 misrepresentation by the person or by another of a material fact,
- 24 without regard to whether the nondisclosure or misrepresentation

- 1 was known or fraudulent; and
- 2 [(2) while:
- 3 [(A) any condition imposed by this subtitle for
- 4 the person's qualifying for the benefit was not fulfilled in the
- 5 person's case; or
- 6 [(B) the person was disqualified from receiving
- 7 benefits].
- 8 <u>(c) If a person receives improper benefits due to a mistake</u>
- 9 by the commission, the commission shall begin to recover the
- 10 improper benefits not later than the first anniversary after the
- 11 date the last improper benefit was paid. Improper benefits under
- 12 this subsection may not be collected in the manner described by
- 13 Subsection (a)(2). The commission may recover the improper
- 14 benefits only by:
- 15 (1) deducting the amount of the improper benefits from
- 16 any future benefits payable to the person; or
- 17 (2) offering a payment plan to the person.
- 18 SECTION 2. The change in law made by this Act applies only
- 19 to a claim for unemployment compensation benefits filed with the
- 20 Texas Workforce Commission on or after the effective date of this
- 21 Act. A claim filed before the effective date of this Act is
- 22 governed by the law in effect on the date the claim was filed, and
- 23 the former law is continued in effect for that purpose.
- SECTION 3. This Act takes effect September 1, 2009.