By: Cortez H.B. No. 1914

## A BILL TO BE ENTITLED

1	AN ACT

- 2 relating to certain required notices under the Texas Unemployment
- 3 Compensation Act, including employer liability arising from
- 4 failure to provide the notice.
- 5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 6 SECTION 1. Section 205.013, Labor Code, is amended by
- 7 adding Subsection (d) to read as follows:
- 8 (d) If a reimbursing employer pays a reimbursement to the
- 9 commission for benefits paid to a claimant that are not in
- 10 <u>accordance with the final determination or decision under this</u>
- 11 subtitle, the employer is not entitled to a refund of, or credit
- 12 for, the amount paid by the employer to the commission unless the
- 13 employer has complied with the requirements of Section 208.004 with
- 14 respect to the claimant.
- 15 SECTION 2. Section 208.004, Labor Code, is amended by
- 16 adding Subsections (a-1), (c), (d), (e), and (f) to read as follows:
- 17 (a-1) A notification provided by a person under Subsection
- 18 (a), including an initial response to a notice mailed to the person
- 19 under Section 208.002, must include sufficient factual information
- 20 to allow the commission to make a determination regarding the
- 21 claimant's eligibility for benefits under this subtitle.
- (c) Notwithstanding Subchapter B, Chapter 204, benefits
- 23 paid to a claimant, including benefits paid to a claimant that are
- 24 not in accordance with the final determination or decision under

- 1 this subtitle, shall be charged to the account of a person if:
- 2 (1) the person, or the person's agent, without good
- 3 cause, fails to provide adequate notification under this section
- 4 within the time required by Subsection (b); and
- 5 (2) the commission determines that the person, or the
- 6 person's agent, has failed to provide timely and adequate
- 7 <u>notification under this section on at least two prior occasions.</u>
- 8 (d) For purposes of Subsection (c), a notification is not
- 9 adequate if the notification merely alleges that a claimant is not
- 10 eligible for benefits without providing sufficient factual
- 11 information, other than a general statement of the law, to support
- 12 the allegation.
- (e) For purposes of Subsection (c), good cause is
- 14 established only by showing that a person, or the person's agent,
- 15 was prevented from complying with this section due to compelling
- 16 <u>circumstances that were beyond the person's control.</u>
- 17 (f) The commission may adopt rules as necessary to implement
- 18 this section.
- 19 SECTION 3. Section 212.005, Labor Code, is amended to read
- 20 as follows:
- 21 Sec. 212.005. CHARGEBACK ON REVERSAL OF DETERMINATION OR
- 22 DECISION ALLOWING BENEFITS PROHIBITED; EXCEPTION. (a) Except as
- 23 provided by Subsection (b), a [A] chargeback may not be made to an
- 24 employer's account because of payments having been made under a
- 25 determination or decision to the claimant for any benefit period
- 26 with regard to which the claimant is finally denied benefits by a
- 27 modification or reversal of the determination or decision.

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- 1 (b) A chargeback shall be made to an employer's account for
- 2 benefits paid to a claimant that are not in accordance with the
- 3 final determination or decision under this subtitle if the benefits
- 4 were paid due to the failure of the employer, or the employer's
- 5 agents, to comply with Section 208.004.
- 6 SECTION 4. The change in law made by this Act applies only
- 7 to a claim for unemployment compensation benefits filed with the
- 8 Texas Workforce Commission on or after the effective date of this
- 9 Act. A claim filed before the effective date of this Act is
- 10 governed by the law in effect on the date the claim was filed, and
- 11 the former law is continued in effect for that purpose.
- 12 SECTION 5. This Act takes effect September 1, 2013.