By: Turner of Tarrant

H.B. No. 3620

Substitute the following for H.B. No. 3620:

By: Turner of Tarrant

C.S.H.B. No. 3620

A BILL TO BE ENTITLED

1 AN ACT

- 2 relating to unemployment compensation benefits.
- 3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 4 SECTION 1. Section 207.003(b), Labor Code, is amended to
- 5 read as follows:
- 6 (b) The amount of a partial benefit is computed by:
- 7 (1) adding the individual's benefit amount and [the
- 8 greater of \$5 or] 25 percent of the maximum weekly benefit amount
- 9 computed under Section 207.002(b); and
- 10 (2) subtracting the amount of the wages earned by the
- 11 individual during the benefit period from the amount computed under
- 12 Subdivision (1).
- SECTION 2. Section 207.008(b), Labor Code, is amended to
- 14 read as follows:
- 15 (b) Notwithstanding any other provision of this subtitle,
- 16 work is not suitable and benefits may not be denied under this
- 17 subtitle to an otherwise eligible individual for refusal to accept
- 18 new work if:
- 19 (1) the position offered is vacant directly because of
- 20 a strike, lockout, or other labor dispute;
- 21 (2) the wages, hours, or other conditions of the work
- 22 offered are substantially less favorable to the individual than
- 23 those prevailing for similar work in the locality; [or]
- 24 (3) as a condition of being employed, the individual

- 1 is required to join a company union or to resign from or refrain
- 2 from joining a bona fide labor organization;
- 3 (4) the place of performance of the work offered is in
- 4 violation of federal, state, or local protocols relating to the
- 5 spread of infectious diseases, including COVID-19; or
- 6 (5) the work offered presents an unreasonable risk of
- 7 exposure to infectious diseases, including COVID-19, that cannot be
- 8 mitigated with reasonable care.
- 9 SECTION 3. Section 207.021(a), Labor Code, is amended to
- 10 read as follows:
- 11 (a) Except as provided by Chapter 215, an unemployed
- 12 individual is eligible to receive benefits for a benefit period if
- 13 the individual:
- 14 (1) has registered for work at an employment office
- 15 and has continued to report to the employment office as required by
- 16 rules adopted by the commission;
- 17 (2) has made a claim for benefits under Section
- 18 208.001;
- 19 (3) is able to work;
- 20 (4) is available for work;
- 21 (5) is actively seeking work in accordance with rules
- 22 adopted by the commission;
- 23 (6) for the individual's base period, has benefit wage
- 24 credits:
- 25 (A) in at least two calendar quarters; and
- 26 (B) in an amount not less than 37 times the
- 27 individual's benefit amount;

- 1 (7) after the beginning date of the individual's most
- 2 recent prior benefit year, if applicable, earned wages in an amount
- 3 equal to not less than six times the individual's benefit amount;
- 4 and
- 5 (8) [has been totally or partially unemployed for a
- 6 waiting period of at least seven consecutive days; and
- 7 $\left[\frac{(9)}{}\right]$ participates in reemployment services, such as a
- 8 job search assistance service, if the individual has been
- 9 determined, according to a profiling system established by the
- 10 commission, to be likely to exhaust eligibility for regular
- 11 benefits and to need those services to obtain new employment,
- 12 unless:
- 13 (A) the individual has completed participation
- 14 in such a service; or
- 15 (B) there is reasonable cause, as determined by
- 16 the commission, for the individual's failure to participate in
- 17 those services.
- 18 SECTION 4. Section 208.001, Labor Code, is amended by
- 19 adding Subsection (c) to read as follows:
- 20 <u>(c)</u> As soon as practicable after an individual files an
- 21 <u>initial claim for benefits</u>, the commission shall provide to the
- 22 <u>individual a written notice containing general information about</u>
- 23 eligibility and enrollment for health care insurance coverage under
- 24 the Patient Protection and Affordable Care Act (Pub. L.
- 25 No. 111-148) as amended by the Health Care and Education
- 26 Reconciliation Act of 2010 (Pub. L. No. 111-152). The commission
- 27 shall adopt rules for the form and content of the notice provided

- 1 under this subsection.
- 2 SECTION 5. Subchapter A, Chapter 215, Labor Code, is
- 3 amended by adding Section 215.003 to read as follows:
- 4 Sec. 215.003. NOTICE TO EMPLOYERS. At least annually, the
- 5 commission shall provide written notice to employers regarding the
- 6 shared work program. The notice must include a description of the
- 7 benefits available under the program and the requirements for a
- 8 shared work plan under the program.
- 9 SECTION 6. Section 215.022(a), Labor Code, is amended to
- 10 read as follows:
- 11 (a) The commission may approve a shared work plan if:
- 12 (1) the plan:
- 13 (A) applies to and identifies a specific affected
- 14 unit;
- 15 (B) identifies the employees in the affected unit
- 16 by name and social security number and describes how the employees
- 17 will be notified in advance of the plan, if feasible;
- 18 (C) provides an estimate of the number of
- 19 employees who would be laid off if the employer does not participate
- 20 in the shared work plan;
- 21 (D) reduces the normal weekly hours of work for
- 22 an employee in the affected unit by at least 10 percent but not more
- 23 than 60 [40] percent;
- 24 (E) applies to at least 10 percent of the
- 25 employees in the affected unit; and
- 26 (F) permits eligible employees to participate in
- 27 training;

- 1 (2) the employer certifies that the implementation of
- 2 a shared work plan and the resulting reduction in work hours is in
- 3 lieu of layoffs that would:
- 4 (A) affect at least 10 percent of the employees
- 5 in the affected unit; and
- 6 (B) result in an equivalent reduction in work
- 7 hours;
- 8 (3) the employer certifies that:
- 9 (A) if the employer currently provides fringe
- 10 benefits, the fringe benefits continue for employees in the
- 11 affected unit unless those benefits are not continued for employees
- 12 not participating in the shared work plan; and
- 13 (B) participation in the shared work plan is
- 14 consistent with the employer's obligations under state and federal
- 15 law; and
- 16 (4) the employer agrees to furnish the commission
- 17 reports relating to the operation of the plan as requested by the
- 18 commission and any other information the United States secretary of
- 19 labor determines is appropriate.
- SECTION 7. Section 215.041(b), Labor Code, is amended to
- 21 read as follows:
- 22 (b) An individual is eligible to receive shared work
- 23 benefits for a week in which:
- 24 (1) the individual is employed as a member of an
- 25 affected unit subject to a shared work plan that was approved before
- 26 that week and is in effect for that week;
- 27 (2) the individual is able to work and is available for

- 1 additional hours of work or for full-time work with the
- 2 participating employer; and
- 3 (3) the individual's normal weekly hours of work have
- 4 been reduced by at least 10 percent but not more than 60 [40]
- 5 percent, with a corresponding reduction in wages.
- 6 SECTION 8. The following provisions are repealed:
- 7 (1) Sections 207.021(b) and (c), Labor Code; and
- 8 (2) Section 207.0212, Labor Code.
- 9 SECTION 9. Sections 207.003(b), 207.008(b), and
- 10 207.021(a), Labor Code, as amended by this Act, apply only to a
- 11 claim for unemployment compensation benefits filed with the Texas
- 12 Workforce Commission on or after the effective date of this Act. A
- 13 claim filed before the effective date of this Act is governed by the
- 14 law in effect on the date the claim was filed, and the former law is
- 15 continued in effect for that purpose.
- SECTION 10. Section 208.001(c), Labor Code, as added by
- 17 this Act, applies only to an initial claim for unemployment
- 18 compensation benefits filed with the Texas Workforce Commission on
- 19 or after the effective date of this Act. An initial claim filed
- 20 before the effective date of this Act is governed by the law in
- 21 effect on the date the claim was filed, and the former law is
- 22 continued in effect for that purpose.
- 23 SECTION 11. (a) Sections 215.022(a) and 215.041(b), Labor
- 24 Code, as amended by this Act, apply only to an initial shared work
- 25 plan or a shared work plan modification submitted by an employer to
- 26 the Texas Workforce Commission on or after the effective date of
- 27 this Act. An initial shared work plan or a shared work plan

- 1 modification submitted before the effective date of this Act is
- 2 governed by the law as it existed on the date the plan or
- 3 modification was submitted, and the former law is continued in
- 4 effect for that purpose.
- 5 (b) A shared work plan modification submitted to the Texas
- 6 Workforce Commission on or after the effective date of this Act that
- 7 modifies a shared work plan approved by the commission before the
- 8 effective date and would reduce an individual's normal weekly hours
- 9 of work more than 40 percent is considered to be a substantial
- 10 modification under Section 215.025, Labor Code, and the modified
- 11 plan must be evaluated and approved by the commission as provided by
- 12 that section before implementation.
- 13 SECTION 12. This Act takes effect immediately if it
- 14 receives a vote of two-thirds of all the members elected to each
- 15 house, as provided by Section 39, Article III, Texas Constitution.
- 16 If this Act does not receive the vote necessary for immediate
- 17 effect, this Act takes effect September 1, 2021.