By: Vo H.B. No. 3698

Substitute the following for H.B. No. 3698:

By: Button C.S.H.B. No. 3698

## A BILL TO BE ENTITLED

1 AN ACT

2 relating to participation in reemployment services as a condition

- 3 of eligibility for unemployment benefits.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 5 SECTION 1. Section 207.021(a), Labor Code, is amended to
- 6 read as follows:
- 7 (a) Except as provided by Chapter 215, an unemployed
- 8 individual is eligible to receive benefits for a benefit period if
- 9 the individual:
- 10 (1) has registered for work at an employment office
- 11 and has continued to report to the employment office as required by
- 12 rules adopted by the commission;
- 13 (2) has made a claim for benefits under Section
- 14 208.001;
- 15 (3) is able to work;
- 16 (4) is available for work;
- 17 (5) is actively seeking work in accordance with rules
- 18 adopted by the commission;
- 19 (6) for the individual's base period, has benefit wage
- 20 credits:
- 21 (A) in at least two calendar quarters; and
- 22 (B) in an amount not less than 37 times the
- 23 individual's benefit amount;
- 24 (7) after the beginning date of the individual's most

- 1 recent prior benefit year, if applicable, earned wages in an amount
- 2 equal to not less than six times the individual's benefit amount;
- 3 (8) has been totally or partially unemployed for a
- 4 waiting period of at least seven consecutive days; and
- 5 (9) participates in reemployment services, such as a
- 6 job search assistance service, if  $\underline{\cdot}$
- 7 (A) the individual has been determined,
- 8 according to a profiling system established by the commission, to
- 9 be likely to exhaust eligibility for regular benefits and to need
- 10 those services to obtain new employment, unless:
- 11 <u>(i)</u> the commission has determined that
- 12 [<del>(A)</del>] the individual has completed participation in such a service;
- 13 or
- (ii)  $\left[\frac{B}{B}\right]$  there is reasonable cause, as
- 15 determined by the commission, for the individual's failure to
- 16 participate in those services; or
- 17 (B) unless there is reasonable cause, as
- 18 determined by the commission, for the individual's failure to
- 19 participate in those services and regardless of the results of the
- 20 individual's assessment conducted under a profiling system
- 21 described by Paragraph (A), the commission has determined that the
- 22 individual's participation is in furtherance of the following
- 23 goals:
- 24 (i) reducing the duration of unemployment
- 25 compensation through improved employment outcomes;
- 26 (ii) strengthening the integrity of the
- 27 unemployment compensation program;

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- 1 (iii) promoting alignment with the vision
- 2 of the Workforce Innovation and Opportunity Act (29 U.S.C. Section
- 3 3101 et seq.);
- 4 (iv) establishing the commission's
- 5 reemployment services and eligibility assessment program as an
- 6 entry point to other workforce system partner programs; and
- 7 <u>(v) demonstrating the effectiveness of</u>
- 8 reemployment services.
- 9 SECTION 2. The change in law made by this Act applies only
- 10 to a claim for unemployment compensation benefits filed with the
- 11 Texas Workforce Commission on or after the effective date of this
- 12 Act. A claim filed before the effective date of this Act is
- 13 governed by the law in effect on the date the claim was filed, and
- 14 the former law is continued in effect for that purpose.
- SECTION 3. This Act takes effect September 1, 2025.