## THE GENERAL ASSEMBLY OF PENNSYLVANIA

## SENATE BILL

No. 1335 Session of 2015

INTRODUCED BY TARTAGLIONE, TEPLITZ, COSTA, SABATINA, SCHWANK, YUDICHAK AND FONTANA, JUNE 28, 2016

REFERRED TO LABOR AND INDUSTRY, JUNE 28, 2016

## AN ACT

Amending the act of December 5, 1936 (2nd Sp.Sess., 1937 P.L.2897, No.1), entitled "An act establishing a system of 2 unemployment compensation to be administered by the 3 Department of Labor and Industry and its existing and newly created agencies with personnel (with certain exceptions) 5 selected on a civil service basis; requiring employers to keep records and make reports, and certain employers to pay 6 7 contributions based on payrolls to provide moneys for the 8 payment of compensation to certain unemployed persons; 9 10 providing procedure and administrative details for the determination, payment and collection of such contributions 11 and the payment of such compensation; providing for 12 cooperation with the Federal Government and its agencies; 13 creating certain special funds in the custody of the State 14 Treasurer; and prescribing penalties," in contributions by 15 employers and employees, further providing for contributions 16 by employees and for Service and Infrastructure Improvement 17 Fund. 18 19 The General Assembly of the Commonwealth of Pennsylvania 20 hereby enacts as follows: 21 Section 1. Sections 301.4(e) and 301.9(e) and (g) of the act 22 of December 5, 1936 (2nd Sp.Sess., 1937 P.L.2897, No.1), known 23 as the Unemployment Compensation Law, amended or added July 2, 24 2013 (P.L.195, No.34), are amended to read: 25 Section 301.4. Contributions by Employes. --\* \* \*

(e) Contributions paid under this section shall be allocated

26

- 1 by the department among the Unemployment Compensation Fund, the
- 2 Reemployment Fund and the Service and Infrastructure Improvement
- 3 Fund as follows:
- 4 (1) Five per centum (5%) of the contributions on wages paid
- 5 from January 1, 2013, through September 30, 2017, shall be
- 6 deposited into the Reemployment Fund to the extent the
- 7 contributions are paid on or before December 31, 2017.
- 8 (2) During each calendar year from 2013 through [2016,]
- 9 2020, an amount determined by the secretary with the approval of
- 10 the Governor shall be deposited into the Service and
- 11 Infrastructure Improvement Fund[.] as follows:
- 12 <u>(i)</u> For calendar year 2013, the amount determined under this
- 13 clause may not exceed forty million dollars (\$40,000,000).
- 14 (ii) For calendar year 2014, the amount determined under
- 15 this clause may not exceed thirty million dollars (\$30,000,000).
- 16 (iii) For calendar years 2015 and 2016, the amount
- 17 determined under this clause for each calendar year may not
- 18 exceed one hundred ninety million dollars (\$190,000,000)
- 19 adjusted by the increase in the Bureau of Labor Statistics
- 20 Consumer Price Index for the period from May 2013 through
- 21 January of the calendar year less the amount of Federal
- 22 administrative funding for the preceding Federal fiscal year.
- 23 (iv) For calendar years 2017 through 2020, the amount
- 24 determined under this clause for each calendar year may not
- 25 exceed two hundred million dollars (\$200,000,000) adjusted by
- 26 the increase in the Bureau of Labor Statistics Consumer Price
- 27 <u>Index for the period from January 2016 through January of the</u>
- 28 <u>calendar year less the amount of Federal administrative funding</u>
- 29 <u>for the preceding Federal fiscal year.</u>
- 30 (3) The remaining contributions shall be deposited into the

- 1 Unemployment Compensation Fund.
- 2 (4) The department may deposit contributions in accordance
- 3 with clause (2) before depositing contributions in accordance
- 4 with clauses (1) and (3).
- 5 Section 301.9. Service and Infrastructure Improvement
- 6 Fund.--\* \* \*
- 7 (e) Any moneys in the Service and Infrastructure Improvement
- 8 Fund that are not expended or obligated as of December 31,
- 9 [2018,] 2022, shall be transferred to the Unemployment
- 10 Compensation Fund under section 601.
- 11 \* \* \*
- 12 (g) No later than June 30 of each calendar year from 2014
- 13 through [2019,] 2023, the department shall provide a report to
- 14 the Governor and the General Assembly, through the Secretary-
- 15 Parliamentarian of the Senate and the Chief Clerk of the House
- 16 of Representatives, regarding the Service and Infrastructure
- 17 Improvement Fund, which report shall include an accounting for
- 18 the contributions deposited into the fund, the expenditures and
- 19 transfers from the fund during the prior year and a description
- 20 of the purposes for which expenditures from the fund were made
- 21 in the prior year.
- 22 Section 2. This act shall take effect in 60 days.