## THE GENERAL ASSEMBLY OF PENNSYLVANIA

## SENATE BILL

No. 1224 Session of 2018

INTRODUCED BY LANGERHOLC, SCARNATI, McGARRIGLE, RESCHENTHALER, GORDNER, BROWNE, BREWSTER, MENSCH, AUMENT, RAFFERTY, BAKER, YAW, STEFANO AND BARTOLOTTA, AUGUST 9, 2018

REFERRED TO LABOR AND INDUSTRY, AUGUST 9, 2018

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## AN ACT

Establishing Recovery-to-work as a pilot program within the 1 Department of Labor and Industry; and providing for local 2 recovery-to-work pilot programs, for incentives to encourage 3 business participation and for powers and duties of the Department of Labor and Industry. 5 6 The General Assembly of the Commonwealth of Pennsylvania hereby enacts as follows: 8 CHAPTER 1 9 PRELIMINARY PROVISIONS Section 101. Short title. 10 11 This act shall be known and may be cited as the Recovery-to-12 work Act. Section 102. Definitions. 13 14 The following words and phrases when used in this act shall 15 have the meanings given to them in this section unless the 16 context clearly indicates otherwise: 17 "Board." The Pennsylvania Workforce Investment Board.

"Business partner." A business entity authorized to do

19 business in this Commonwealth that employs individuals in a

- 1 high-priority occupation.
- 2 "Department." The Department of Labor and Industry of the
- 3 Commonwealth.
- 4 "Educational institution." Includes:
- 5 (1) Postsecondary career and technical centers and
- 6 colleges of technology accredited by the Department of
- 7 Education.
- 8 (2) Community colleges as established pursuant to
- 9 Article XIX-A of the act of March 10, 1949 (P.L.30, No.14),
- 10 known as the Public School Code of 1949, or the act of August
- 11 24, 1963 (P.L.1132, No.484), known as the Community College
- 12 Act of 1963.
- 13 (3) Private licensed schools regulated under the act of
- 14 December 15, 1986 (P.L.1585, No.174), known as the Private
- 15 Licensed Schools Act.
- 16 "High-priority occupation." An occupation which is included
- 17 in the list issued by the department under section 1302(e) of
- 18 the Workforce Development Act.
- "Individuals in recovery." Individuals diagnosed with and
- 20 recovering from a drug or alcohol substance use disorder.
- 21 "Local pilot program." A local recovery-to-work pilot
- 22 program under Chapter 3.
- "Local workforce investment board." As defined in section
- 24 103 of the Workforce Development Act.
- 25 "Participating agencies." Include:
- 26 (1) The Department of Health of the Commonwealth.
- 27 (2) The Department of Community and Economic Development
- of the Commonwealth.
- 29 (3) The Department of Drug and Alcohol Programs of the
- 30 Commonwealth.

- 1 (4) The Department of Human Services of the
- 2 Commonwealth.
- 3 (5) The Department of Corrections of the Commonwealth.
- 4 (6) The Pennsylvania Board of Probation and Parole.
- 5 (7) The Pennsylvania Commission on Crime and
- 6 Delinquency.
- 7 "Program partners." Entities that participate in a local
- 8 recovery-to-work pilot program.
- 9 "Recovery-to-work." The program established in section
- 10 301(a).
- "Soft skills." The workplace interpersonal and professional
- 12 skills that are necessary for an employee to adhere to generally
- 13 accepted workplace behaviors. The term includes work ethic,
- 14 promptness, integrity and respect for others.
- "Workforce Development Act." The act of December 18, 2001
- 16 (P.L.949, No.114), known as the Workforce Development Act.
- 17 CHAPTER 3
- 18 RECOVERY-TO-WORK
- 19 Section 301. Program established.
- 20 (a) Establishment. -- Recovery-to-work is established as a
- 21 pilot program within the department.
- 22 (b) Funding.--No less than \$3,000,000 of the amount
- 23 deposited into the Reemployment Fund under section 1727-E(c) of
- 24 the act of April 9, 1929 (P.L.343, No.176), known as The Fiscal
- 25 Code, shall be used by the department for purposes of funding
- 26 Recovery-to-work.
- 27 (c) Administration. -- Recovery-to-work shall be administered
- 28 by the department to empower local workforce investment boards,
- 29 business partners and participating agencies to collaboratively
- 30 develop innovative local recovery-to-work pilot programs to do

- 1 all the following:
- 2 (1) Provide individuals in recovery with career
- 3 development opportunities and exposure to high-priority
- 4 occupations or in-demand occupations that have a connection
- 5 to a high-priority occupation.
- 6 (2) Provide individuals in recovery with interview and
- 7 soft skills development and training.
- 8 (3) Provide local workforce investment boards with the
- 9 funding necessary to support program partners and business
- 10 partners implementing innovative local pilot programs.
- 11 (4) Provide program partners with informational
- resources to help them conduct successful local pilot
- programs.
- 14 (5) Seek to identify other funding sources, including
- 15 Federal grants, which may support local pilot programs.
- 16 Section 302. Participation in Recovery-to-work.
- 17 (a) Eligibility. -- A local workforce investment board which
- 18 includes a county rated in the highest 25% of drug-related
- 19 overdose deaths per 100,000 people as determined by the 2016
- 20 Joint Intelligence Report prepared by the Drug Enforcement
- 21 Agency, Philadelphia Division, and the University of Pittsburgh
- 22 is eligible to participate in Recovery-to-work.
- 23 (b) Guidelines.--The department, in consultation with
- 24 participating agencies, shall develop guidelines that specify
- 25 the requirements for participation in Recovery-to-work.
- 26 (c) Occupational focus. -- Local recovery-to-work pilot
- 27 programs must be focused on providing individuals in recovery
- 28 with exposure to high-priority occupations which are either
- 29 designated as high-priority occupations Statewide or within the
- 30 region served by the local workforce investment board or in-

- 1 demand occupations that have a connection to a high-priority
- 2 occupation.
- 3 Section 303. Application and approval process.
- 4 (a) Application. -- An eligible local workforce investment
- 5 board under section 302(a) may submit an application to the
- 6 department requesting approval for participation in Recovery-to-
- 7 work.
- 8 (b) Application requirements. -- A completed application must
- 9 describe the proposed local recovery-to-work pilot program in
- 10 the form and manner prescribed by the department. An application
- 11 must include all of the following:
- 12 (1) A list of program partners, including a declaration
- of interest by at least two business partners. The program
- 14 partners may include educational institutions, nonprofit
- 15 business-support entities, job seeker support entities and
- 16 economic development agencies.
- 17 (2) A description of how the proposed local pilot
- program will meet the guidelines under section 302(b).
- 19 (3) A projection of costs associated with the proposed
- local pilot program, including an enumeration of any
- 21 opportunities to leverage other funding and programming
- 22 resources.
- 23 (4) A list of high-priority occupations or in-demand
- occupations that have a connection to a high-priority
- occupation which will be the focus of the proposed local
- 26 pilot program.
- 27 (5) Documentation of any interest by a business partner
- that plans to receive the incentive under section 701.
- 29 (6) A start date for the proposed local pilot program.
- 30 (7) A list of clear objectives and measurable goals that

- 1 the proposed local pilot program will seek to achieve.
- 2 (8) Documentation of an agreement among the program
- 3 partners describing the role of each program partner within
- 4 the proposed local pilot program and the expectations that
- 5 each program partner agrees to fulfill.
- 6 (c) Approval process.--
- 7 (1) The department, in consultation with participating
- 8 agencies and the board as needed, shall approve up to seven
- 9 local recovery-to-work pilot programs for participation in
- 10 Recovery-to-work in the first year after the effective date
- of this act.
- 12 (2) Priority must be given to a proposed local pilot
- program demonstrating one or more of the following
- 14 characteristics:
- 15 (i) Substantial program integration across
- 16 educational levels, including use of multiple components
- identified in the department guidelines under section
- 18 302(b).
- 19 (ii) An ability to leverage other funding and
- 20 programming resources.
- 21 (iii) A commitment from one or more business
- 22 partners to provide preferred interviews to individuals
- completing the local pilot program.
- 24 (d) Contractual relationship. -- Within 30 days of the
- 25 completion of the approval process, the department shall enter
- 26 into a contract with each local workforce investment board
- 27 approved for participation in Recovery-to-work. The contract
- 28 shall require the signatories to provide the services described
- 29 in the approved application from funds appropriated or
- 30 distributed for this purpose or from funds identified by the

- 1 participating agencies in accordance with section 301(c)(5).
- 2 (e) Termination and replacement. -- The department, in
- 3 consultation with participating agencies and the board as
- 4 needed, may terminate a local recovery-to-work pilot program for
- 5 failure to comply with program requirements. Consistent with the
- 6 process in subsection (c), a replacement local pilot program may
- 7 be approved.
- 8 Section 304. Program operation.
- 9 (a) Cooperative management. -- In collaboration with the
- 10 participating agencies and the board, the department shall:
- 11 (1) Manage the operation of Recovery-to-work.
- 12 (2) Establish an application process.
- 13 (3) Enumerate outcome-based metrics by which local
- 14 recovery-to-work pilot programs will be evaluated under
- chapter 9.
- 16 (4) Institute guidelines and procedures as necessary to
- implement Recovery-to-work. The guidelines must enumerate
- 18 allowed and disallowed expenses and provide that
- administrative expenses over 5% shall be disallowed.
- 20 (b) Informational resources. -- In collaboration with the
- 21 participating agencies and the board, the department shall
- 22 provide informational resources to help program partners conduct
- 23 successful local recovery-to-work pilot programs.
- 24 (c) Distribution. -- The department, in consultation with
- 25 participating agencies and the board, as needed, shall determine
- 26 the distribution of available funds from money appropriated for
- 27 the purposes of this act.
- 28 CHAPTER 7
- 29 INCENTIVES
- 30 Section 701. Business partner incentives.

- 1 (a) Eligibility. -- Subject to the availability of funding
- 2 under subsection (b), if, at the end of a training period, a
- 3 business partner hires an individual for a job opening, the
- 4 business partner is eligible to receive an incentive payment in
- 5 the amount of \$1,250 after the individual remains employed an
- 6 average of 35 hours per week for 12 consecutive weeks.
- 7 (b) Application. -- A business partner may apply for an
- 8 incentive payment under subsection (a). The application form
- 9 shall be prescribed and furnished by the department and bear the
- 10 notarized signature of the applicant.
- 11 (c) Funding.--
- 12 (1) Incentive payments under subsection (a) shall be
- paid from money appropriated for payment.
- 14 (2) Fifteen percent of the total amount of money
- authorized for a fiscal year shall be reserved for business
- partners with fewer than 100 employees. If the reserved
- amount is not committed by April 30 of each year, the
- 18 reserved amount shall be available to business partners that
- 19 have at least 100 employees.
- 20 (d) Penalty. -- A business partner that falsifies an
- 21 application for an incentive payment shall be required to refund
- 22 the department the total amount of the incentive payment
- 23 awarded.
- 24 CHAPTER 9
- 25 PERFORMANCE EVALUATION AND REPORTING
- 26 Section 901. Performance evaluation system.
- 27 The department shall develop and implement an evaluation and
- 28 performance improvement system which does the following:
- 29 (1) Collects critical information on an annual basis or
- 30 more frequently as determined by the department, including:

- 1 (i) Skill training being received by individuals.
- 2 (ii) Challenges foreseen by business partners.
- 3 (iii) Local recovery-to-work pilot program best
- 4 practices.
- 5 (iv) Retention rate of individuals employed as a result of a local pilot program.
- 7 (2) Defines the benefits of Recovery-to-work and its
- 8 effects on business partners and individuals in recovery.
- 9 Section 902. Annual report.
- 10 Within 60 days of the end of a fiscal year in which a local
- 11 recovery-to-work pilot program is in operation, the department,
- 12 participating agencies and the board shall jointly submit a
- 13 report regarding the implementation of Recovery-to-work and the
- 14 local pilot programs over the previous fiscal year to the
- 15 following:
- 16 (1) The Governor.
- 17 (2) The chairperson and minority chairperson of the
- 18 Appropriations Committee of the Senate.
- 19 (3) The chairperson and minority chairperson of the
- 20 Education Committee of the Senate.
- 21 (4) The chairperson and minority chairperson of the
- 22 Labor and Industry Committee of the Senate.
- 23 (5) The chairperson and minority chairperson of the
- 24 Appropriations Committee of the House of Representatives.
- 25 (6) The chairperson and minority chairperson of the
- 26 Education Committee of the House of Representatives.
- 27 (7) The chairperson and minority chairperson of the
- Labor and Industry Committee of the House of Representatives.
- 29 (8) The Auditor General.
- 30 Section 903. Final report.

- 1 Within six months of the expiration of local recovery-to-work
- 2 pilot programs, the department, participating agencies and the
- 3 board shall jointly submit a report regarding the implementation
- 4 of Recovery-to-work and the local pilot programs to the
- 5 following:
- 6 (1) The Governor.
- 7 (2) The chairperson and minority chairperson of the
- 8 Appropriations Committee of the Senate.
- 9 (3) The chairperson and minority chairperson of the
- 10 Education Committee of the Senate.
- 11 (4) The chairperson and minority chairperson of the
- 12 Labor and Industry Committee of the Senate.
- 13 (5) The chairperson and minority chairperson of the
- 14 Appropriations Committee of the House of Representatives.
- 15 (6) The chairperson and minority chairperson of the
- 16 Education Committee of the House of Representatives.
- 17 (7) The chairperson and minority chairperson of the
- 18 Labor and Industry Committee of the House of Representatives.
- 19 (8) The Auditor General.
- 20 Section 904. Report contents.
- 21 (a) General rule. -- In addition to information or analysis
- 22 required by the department, in consultation with participating
- 23 agencies and the board, as needed, the interim and final reports
- 24 must include information about each local recovery-to-work pilot
- 25 program, including whether:
- 26 (1) The local pilot program achieved the clear
- objectives and measurable goals proposed under section 303(b)
- 28 (7).
- 29 (2) An analysis of each local pilot program according to
- 30 the outcome-based metrics enumerated by the department under

- 1 section 304(a)(3).
- 2 (3) The number of participating individuals in recovery.
- 3 (4) The amount expended.
- 4 (b) Best practices. -- The reports must identify best
- 5 practices observed from among the most successful local
- 6 recovery-to-work pilot programs.
- 7 CHAPTER 21
- 8 MISCELLANEOUS PROVISIONS
- 9 Section 2101. Effective date.
- 10 This act shall take effect immediately.