## THE GENERAL ASSEMBLY OF PENNSYLVANIA

## SENATE BILL

No. 1234 Session of 2010

INTRODUCED BY TARTAGLIONE, HUGHES, COSTA, STACK, FONTANA, MUSTO, ERICKSON, O'PAKE, WILLIAMS, WASHINGTON, FARNESE, KITCHEN, BOSCOLA, LOGAN AND MELLOW, APRIL 20, 2010

REFERRED TO LABOR AND INDUSTRY, APRIL 20, 2010

## AN ACT

- 1 Establishing the Job Creation Program and providing for funding.
- 2 The General Assembly finds and declares as follows:
- 3 (1) In the aftermath of the 2008 economic downturn,
- 4 thousands of individuals have been laid off through the
- 5 closing of businesses or the downsizing of companies.
- 6 (2) Individuals who were unemployed prior to this
- 7 economic downturn have had an even more difficult time
- 8 finding employment due to the larger number of persons
- 9 looking for jobs.
- 10 (3) Pennsylvania's unemployment rate is the highest it
- 11 has been in 25 years.
- 12 (4) Increasing unemployment has resulted in more persons
- 13 applying for government benefits in order to take care of
- 14 their families.
- 15 (5) Creation of jobs will provide for economic growth,
- along with stability within the family unit.
- 17 The General Assembly of the Commonwealth of Pennsylvania

- 1 hereby enacts as follows:
- 2 Section 1. Short title.
- 3 This act shall be known and may be cited as the Job Creation
- 4 Program Act.
- 5 Section 2. Definitions.
- 6 The following words and phrases when used in this act shall
- 7 have the meanings given to them in this section unless the
- 8 context clearly indicates otherwise:
- 9 "Community-based agency." A private, nonprofit organization
- 10 that is representative of a community or a significant segment
- 11 of a community that is engaged in meeting human, educational or
- 12 environmental community needs. The term shall include community
- 13 development corporations, neighborhood groups and organizations,
- 14 union-related organizations, employer-related nonprofit
- 15 organizations, organizations operating career intern or literacy
- 16 programs, educational or religious institutions and other
- 17 nonprofit organizations.
- 18 "Department." The Department of Labor and Industry of the
- 19 Commonwealth.
- 20 "Program." The Job Creation Program established under
- 21 section 3.
- "Qualified individual." An individual who meets one of the
- 23 following:
- 24 (1) Is ineligible for unemployment or chronically
- 25 unemployed.
- 26 (2) Has exhausted their unemployment compensation
- 27 benefits.
- 28 "TANF." The Temporary Assistance for Needy Families program
- 29 under the Social Security Act (49 Stat. 620, 42 U.S.C. § 301 et
- 30 seq.).

- 1 Section 3. Job Creation Program.
- 2 (a) Establishment. -- The Job Creation Program is established
- 3 within the department to provide grants to community-based
- 4 agencies to provide funding to hire qualified unemployed
- 5 individuals for subsidized employment.
- 6 (b) Rates and hours. -- The following shall apply:
- 7 (1) Qualified individuals may be employed for no more
- 8 than nine months at an hourly rate of \$10 per hour or the
- 9 rate required by a local ordinance, whichever is higher.
- 10 (2) The maximum number of hours for each individual
- employed under the program shall be 30 hours per week for no
- more than nine months.
- 13 (c) Eligibility. -- An individual shall be eligible if the
- 14 person is unemployed and has exhausted all of his unemployment
- 15 benefits. The receipt of TANF benefits shall not preclude
- 16 eligibility.
- 17 (d) Chronic unemployment. -- Individuals who are identified as
- 18 chronically unemployed by the department shall be given priority
- 19 in terms of employment under the program.
- 20 Section 4. Powers and duties of department.
- 21 The department shall have the following powers and duties:
- 22 (1) In coordination with the Department of Public
- Welfare, to apply for Federal and State money available to
- the Commonwealth for job creation purposes to be used for the
- 25 program.
- 26 (2) To develop a methodology for the distribution of
- funds to community-based agencies that apply for the program.
- 28 (3) To establish procedures for community-based agencies
- 29 to apply for the funds available under this act.
- 30 (4) To require all community-based agencies applying for

funds to provide the necessary counseling and job training to individuals hired for the jobs.

To provide a report within six months from the

- 4 effective date of this section to the chairman and minority
- 5 chairman of the Labor and Industry Committee of the Senate
- and the chairman and minority chairman of the Labor Relations
- 7 Committee of the House of Representatives, which shall
- 8 provide an update on the increase in jobs with the
- 9 implementation of this act. The report shall be made
- 10 available for public inspection and posted on the
- department's publicly accessible Internet website.
- 12 Section 5. Labor standards.
- No work assignment under this act shall result in any of the
- 14 following:

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- 15 (1) The displacement of a currently employed worker,
- including any of the following:
- 17 (i) A reduction in the hours of nonovertime work,
- 18 wages or employment benefits.
- 19 (ii) The filling of a vacant, established position.
- 20 (2) Assignment of a participant to a position if another
- 21 individual is on layoff from the same or an equivalent
- 22 position or if the employer has terminated the employment of
- 23 a regular employee or otherwise reduced its workforce with
- the effect of filling the vacancy created with a participant
- or without the prior approval of the applicable labor union
- at a worksite employing union workers.
- 27 (3) Infringement of the promotional opportunities of a
- 28 currently employed individual.
- 29 (4) Replacement of a striker or lockout worker.
- 30 Section 6. Funding.

- 1 No more than 83% of the funds in the Tobacco Product Tax
- 2 Account shall be used to fund the program.
- 3 Section 20. Effective date.
- 4 This act shall take effect immediately.