THE GENERAL ASSEMBLY OF PENNSYLVANIA

SENATE BILL

No. 994

Session of 2011

INTRODUCED BY TARTAGLIONE AND STACK, APRIL 21, 2011

REFERRED TO LABOR AND INDUSTRY, APRIL 21, 2011

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) 4 5 selected on a civil service basis; requiring employers to 6 keep records and make reports, and certain employers to pay 7 contributions based on payrolls to provide moneys for the 8 payment of compensation to certain unemployed persons; 9 providing procedure and administrative details for the 10 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," further providing for 15 16 definitions. 17 The General Assembly of the Commonwealth of Pennsylvania 18 hereby enacts as follows: 19 Section 1. Section 401-A(b) and (c) of the act of December 20 5, 1936 (2nd Sp.Sess., 1937 P.L.2897, No.1), known as the Unemployment Compensation Law, amended August 4, 2009 (P.L.114, 21 22 No.30), are amended to read: 23 Section 401-A. Definitions. -- As used in this article: 24

There is a "State 'on' indicator" for this State

25

(b) (1)

- 1 for a week if the Secretary of Labor and Industry determines in
- 2 accordance with the regulations of the United States Secretary
- 3 of Labor, that for the period consisting of such week and the
- 4 immediately preceding twelve weeks, the rate of insured
- 5 unemployment (not seasonally adjusted) under this act:
- 6 (i) (A) equaled or exceeded one hundred twenty per centum
- 7 of the average of such rates for the corresponding thirteen-week
- 8 period ending in each of the preceding two calendar years, or
- 9 (B) with respect to compensation for weeks of unemployment
- 10 beginning after December 17, 2010, and ending on or before
- 11 <u>December 31, 2011, equaled or exceeded one hundred twenty per</u>
- 12 <u>centum of the average of such rates for the corresponding</u>
- 13 <u>thirteen-week period ending in each of the preceding three</u>
- 14 <u>calendar years</u>, and
- 15 (ii) equaled or exceeded five per centum: Provided, That
- 16 with respect to benefits for weeks of unemployment beginning
- 17 with the passage of this amendment but no earlier than April 3,
- 18 1977, the determination of whether there has been a State "on"
- 19 or "off" indicator beginning or ending any extended benefit
- 20 period shall be made under this paragraph as if (A) this
- 21 paragraph did not contain subparagraph (i) thereof, and (B) the
- 22 per centum rate indicated in this paragraph were six, except
- 23 that, notwithstanding any such provision of this paragraph, any
- 24 week for which there would otherwise be a State "on" indicator
- 25 shall continue to be such a week and shall not be determined to
- 26 be a week for which there is a State "off" indicator.
- 27 (2) There is a "State 'off' indicator" for this State for a
- 28 week if the Secretary of Labor and Industry determines in
- 29 accordance with the regulations of the United States Secretary
- 30 of Labor, that for the period consisting of such week and the

- 1 immediately preceding twelve weeks, the rate of insured
- 2 unemployment (not seasonally adjusted) under this act:
- 3 (i) was less than one hundred twenty per centum of the
- 4 average of such rates for the corresponding thirteen-week period
- 5 ending in each of the preceding two calendar years, if paragraph
- 6 (1)(i)(A) applies or, the preceding three calendar years, if
- 7 paragraph (1)(i)(B) applies, or
- 8 (ii) was less than five per centum.
- 9 (3) Notwithstanding the provisions of this subsection, any
- 10 week for which there would otherwise be a State "on" indicator
- 11 shall continue to be such a week and shall not be determined to
- 12 be a week for which there is a State "off" indicator.
- 13 (c) (1) There is a "State 'on' indicator" for this State
- 14 for a week if:
- 15 (i) the average rate of total unemployment in this State,
- 16 seasonally adjusted, for the period consisting of the most
- 17 recent three months for which data for all states are published
- 18 before the close of such week equals or exceeds six and one-half
- 19 per centum; and
- 20 (ii) (A) the average rate of total unemployment in this
- 21 State, seasonally adjusted, for the three-month period referred
- 22 to in subparagraph (i) equals or exceeds one hundred ten per
- 23 centum of such average rate for either, or both, of the
- 24 corresponding three-month periods ending in the two preceding
- 25 calendar years, or
- 26 (B) with respect to compensation for weeks of unemployment
- 27 <u>beginning after December 17, 2010, and ending on or before</u>
- 28 <u>December 31, 2011, the average rate of total unemployment in</u>
- 29 this State, seasonally adjusted, for the three-month period
- 30 referred to in subparagraph (i) equals or exceeds one hundred

- 1 ten per centum of such average rate for any, or all, of the
- 2 corresponding three-month periods ending in the three preceding
- 3 calendar years.
- 4 (2) There is a State "off" indicator for this State for a
- 5 week if the requirements of paragraph (1)(i) or (ii) are not
- 6 satisfied.
- 7 (3) This subsection shall be applicable only with respect to
- 8 weeks of unemployment for which one hundred per centum Federal
- 9 sharing of extended benefits is available under section 2005(a)
- 10 of the American Recovery and Reinvestment Act of 2009 (Public
- 11 Law 111-5, 123 Stat. 115), without regard to the extension of
- 12 Federal sharing for certain claims as provided under section
- 13 2005(c) of the American Recovery and Reinvestment Act of 2009,
- 14 or under a subsequently enacted provision of Federal law.
- 15 (4) Notwithstanding the provisions of this subsection, any
- 16 week for which there would otherwise be a State "on" indicator
- 17 shall continue to be such a week and shall not be determined to
- 18 be a week for which there is a State "off" indicator.
- 19 (5) For purposes of this subsection, determinations of the
- 20 rate of total unemployment for any period, and of any seasonal
- 21 adjustment, shall be made by the United States Secretary of
- 22 Labor.
- 23 * * *
- Section 2. The amendment of section 401-A(b) and (c) shall
- 25 apply retroactively to December 18, 2010.
- 26 Section 3. This act shall take effect immediately.