THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 2657 Session of 1998

INTRODUCED BY ORIE, GLADECK, FICHTER, LAUGHLIN, GEIST, DeWEESE, NICKOL, OLASZ, WALKO, RUBLEY, TRELLO, HUTCHINSON, EGOLF, STABACK, E. Z. TAYLOR, YOUNGBLOOD, WAUGH, SEYFERT, BENNINGHOFF, McILHATTAN, STEVENSON, STEELMAN, SERAFINI, HENNESSEY AND MAHER, JUNE 3, 1998

REFERRED TO COMMITTEE ON LABOR RELATIONS, JUNE 3, 1998

AN ACT

Amending the act of December 5, 1936 (2nd Sp.Sess., 1937 2 P.L.2897, No.1), entitled "An act establishing a system of 3 unemployment compensation to be administered by the Department of Labor and Industry and its existing and newly 4 5 created agencies with personnel (with certain exceptions) selected on a civil service basis; requiring employers to 7 keep records and make reports, and certain employers to pay contributions based on payrolls to provide moneys for the 8 9 payment of compensation to certain unemployed persons; 10 providing procedure and administrative details for the 11 determination, payment and collection of such contributions 12 and the payment of such compensation; providing for 13 cooperation with the Federal Government and its agencies; 14 creating certain special funds in the custody of the State Treasurer; and prescribing penalties, "further providing for 15 16 employers' records and reports. The General Assembly of the Commonwealth of Pennsylvania 17 18 hereby enacts as follows: Section 1. Section 206 of the act of December 5, 1936 (2nd 19 Sp.Sess., 1937 P.L.2897, No.1), known as the Unemployment 20 21 Compensation Law, amended July 21, 1983 (P.L.68, No.30) and 22 November 17, 1995 (P.L.615, No.64), is amended to read:

Section 206. Records of and Reports by Employers.--(a)

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- 1 employer (whether or not liable for the payment of contributions
- 2 under this act) shall keep accurate employment records
- 3 containing such information, as may be prescribed by the rules
- 4 and regulations adopted by the department. Such records shall be
- 5 open to inspection by the department and its agents at any
- 6 reasonable time, and as often as may be deemed necessary, but
- 7 employers need not retain such records more than four (4) years
- 8 after contributions relating to such records have been paid. The
- 9 department may require from such employers such reports as it
- 10 deems necessary, which shall be sworn to, if required by the
- 11 department.
- 12 (b) Information thus obtained shall not be made public or be
- 13 open to public inspection, other than to the members of the
- 14 board, the officers and employes of the department and other
- 15 public employes in the performance of their public duties, but
- 16 any employe or employer at a hearing on an appeal shall, upon
- 17 request, be supplied with information from such records to the
- 18 extent necessary for the proper presentation and consideration
- 19 of the appeal.
- 20 (c) Any officer or employe of the department or the board,
- 21 or any other public employe, who shall violate any of the
- 22 provisions of this section shall, upon conviction thereof in a
- 23 summary proceeding, be sentenced to pay a fine of not less than
- 24 twenty dollars (\$20) nor more than two hundred dollars (\$200)
- 25 and in default of the payment of such fine and cost of
- 26 prosecution shall be sentenced to imprisonment for not longer
- 27 than thirty (30) days.
- 28 (d) Any employer who has been determined by the department
- 29 to be subject to the reporting provisions of this act and has
- 30 been so notified, and who neglects or refuses to file or to

- 1 complete in such manner as the department may prescribe either
- 2 the periodic report required by the department to establish the
- 3 amount of such contributions or the periodic report required by
- 4 the department showing the amount of wages paid to each employe,
- 5 or both, on or before the date such reports are required to be
- 6 filed, shall pay a penalty of one per centum (1%) of the total
- 7 amount of contributions paid or payable by the employer or
- 8 employe, as the case may be, for the period, for an employer
- 9 <u>filing its first report and</u> ten per centum (10%) of the total
- 10 amount of contributions paid or payable by the employer or
- 11 employe, as the case may be, for the period, for an employer
- 12 <u>filing a subsequent report</u>: Provided, That [such] <u>the penalty</u>
- 13 for the first report shall be not less than five dollars (\$5)
- 14 nor more than twenty-five dollars (\$25) and the penalty for each
- 15 <u>subsequent report</u> shall be not less than twenty-five dollars
- 16 (\$25) [or] nor more than two hundred and fifty dollars (\$250).
- 17 Such penalty shall apply to the reports for each period with
- 18 respect to which such reports are required to be filed:
- 19 Provided, That such penalty shall not apply to reports for any
- 20 period with respect to which the last day for filing such
- 21 reports is prior to a date on which the department has notified
- 22 the employer that he has been determined an employer subject to
- 23 the reporting provisions of this act, unless the reports for
- 24 such prior periods are not filed within thirty (30) days after
- 25 the employer has been so notified. The penalties provided by
- 26 this section shall be in addition to all other penalties
- 27 provided for in this act.
- 28 Section 2. This act shall take effect in 60 days.