THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 2858 Session of 2004

INTRODUCED BY DENLINGER, ARMSTRONG, SCHRODER AND STEIL, SEPTEMBER 28, 2004

REFERRED TO COMMITTEE ON LABOR RELATIONS, SEPTEMBER 28, 2004

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) 6 selected on a civil service basis; requiring employers to 7 keep records and make reports, and certain employers to pay 8 contributions based on payrolls to provide moneys for the 9 payment of compensation to certain unemployed persons; 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 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 eligibility of seasonal workers. 17 The General Assembly of the Commonwealth of Pennsylvania 18 hereby enacts as follows: 19 Section 1. Section 402.5 of the act of December 5, 1936 (2nd 20 Sp.Sess., 1937 P.L.2897, No.1), known as the Unemployment 21 Compensation Law, added July 1, 1985 (P.L.96, No.30), is amended 22 to read: 23 Section 402.5. Eligibility of Certain Seasonal Workers [in fruit and vegetable food processing]. -- (a) Notwithstanding any 24

other provision of this act with respect to service performed in

25

- 1 a "seasonal operation" or "seasonal industry," as defined in
- 2 this section, benefits shall not be paid to a seasonal worker,
- 3 based on such services, for any week of unemployment occurring
- 4 outside of the normal seasonal period of operation, provided
- 5 there is a contract or reasonable assurance that such seasonal
- 6 worker will perform services in that seasonal industry in his
- 7 next normal seasonal period. However, if, upon presenting
- 8 himself for work in his next normal seasonal period, the
- 9 individual is not offered an opportunity to perform such
- 10 services, his claims for unemployment compensation shall be
- 11 accepted retroactively to the time the individual's benefits
- 12 (based on seasonal and non-seasonal wages) would have commenced
- 13 but for this subsection.
- 14 (b) Upon written application filed with the department by an
- 15 employer engaged in a "seasonal industry," as defined in this
- 16 section, the secretary shall determine, and may thereafter
- 17 redetermine, in accordance with the rules and regulations of the
- 18 department, the normal seasonal period during which workers are
- 19 ordinarily employed for the purpose of carrying on seasonal
- 20 operations in the seasonal industry in which such employer is
- 21 engaged. An application for such determination shall be made on
- 22 forms prescribed by the department. Such application must be
- 23 made at least twenty (20) days prior to the estimated beginning
- 24 date of the normal seasonal period for which the determination
- 25 is requested. Simultaneously with the filing of the application,
- 26 the employer shall conspicuously display on the employer's
- 27 premises, in a sufficient number of places, a copy of the
- 28 application.
- 29 (c) An employer determined, in accordance with the
- 30 provisions of this section, to be a "seasonal operation" or

- 1 "seasonal industry," as defined in this section, shall be
- 2 required to conspicuously display notices of the seasonal
- 3 determination on its premises in a sufficient number of places
- 4 as will fairly advise its employes of the estimated beginning
- 5 and estimated ending dates of its normal seasonal period. Such
- 6 notices shall be provided by the department.
- 7 (d) Any successor of a seasonal employer shall be deemed to
- 8 be a seasonal industry or a seasonal operation unless such
- 9 successor shall, within one hundred twenty (120) days after the
- 10 acquisition, request cancellation of such determination.
- 11 (e) Any determination issued under the provisions of this
- 12 section shall be subject to review in the same manner and to the
- 13 same extent as all other determinations issued under this act.
- 14 (f) Benefits payable to any otherwise eligible individual
- 15 who is determined to be a seasonal worker, as defined in
- 16 paragraph (5) of subsection (h) of this section, shall be
- 17 calculated in accordance with the provisions of this section for
- 18 any benefit year which is established on or after the beginning
- 19 date of a determination of a seasonal industry or a seasonal
- 20 operation by which such individual was employed during the base
- 21 year applicable to such benefit year, as if such determination
- 22 had been effective in such base period.
- 23 (g) In no case shall a seasonal worker be eligible to
- 24 receive a total amount of compensation in a benefit year in
- 25 excess of the maximum compensation payable for such benefit
- 26 year, as provided in section 404 of this act.
- 27 (h) For the purposes of this section, the following
- 28 definitions shall apply:
- 29 (1) "Fruit or vegetable food processing operation" means
- 30 those services performed in connection with commercial canning

- 1 or commercial freezing of fruits and vegetables.
- 2 (2) "Normal seasonal period" means the normal seasonal
- 3 period, as determined in accordance with subsection (b) of this
- 4 section, during which workers are ordinarily employed for the
- 5 purpose of carrying on seasonal operations in each seasonal
- 6 industry, as defined in this section.
- 7 (3) "Seasonal industry" means an industry, establishment or
- 8 process within an industry which, because of climatic conditions
- 9 making it impractical or impossible to do otherwise[,]:
- 10 <u>(i)</u> customarily carries on fruit or vegetable food
- 11 processing operations, or both, only during a regularly
- 12 recurring period of one hundred eighty (180) days of work or
- 13 less in a calendar year; or
- 14 (ii) operates as a recreational business.
- 15 (4) "Seasonal operation" means <u>engagement in:</u>
- 16 <u>(i)</u> [an operation in which it is customary for an employer
- 17 engaged in] a seasonal industry as defined in paragraphs (1) and
- 18 (3)(i) of this subsection [(h) of this section, to operate all
- 19 or a portion of its business during a regularly recurring period
- 20 of one hundred eighty (180) days of work or less for a normal
- 21 seasonal period during a calendar year]; or
- 22 (ii) a seasonal industry as defined in paragraph (3)(ii) of
- 23 this subsection.
- 24 An employer may be determined to be engaged in a seasonal
- 25 industry as defined in this section, with respect to a portion
- 26 of its business, only if that portion, under the usual and
- 27 customary practice in the industry, is identifiable as a
- 28 functionally distinct operation.
- 29 (5) "Seasonal worker" means a worker who performs:
- 30 <u>(i)</u> commercial canning or commercial freezing services for a

- 1 fruit or vegetable food processing operation for less than one
- 2 hundred eighty (180) days of work[.]; or
- 3 (ii) services for a recreational business.
- 4 (6) "Recreational business" means any golf course, ski area,
- 5 <u>amusement park, campground or other recreational operation which</u>
- 6 <u>is seasonal in nature.</u>
- 7 Section 2. The amendment of section 402.5 of the act shall
- 8 apply to initial claims filed after January 1, 2006.
- 9 Section 3. This act shall take effect immediately.