## THE GENERAL ASSEMBLY OF PENNSYLVANIA

## HOUSE BILL No. 286 Session of 2015

INTRODUCED BY THOMAS, LONGIETTI, COHEN, KINSEY, V. BROWN, BISHOP, SCHLOSSBERG, ROZZI AND BROWNLEE, FEBRUARY 2, 2015

REFERRED TO COMMITTEE ON COMMERCE, FEBRUARY 2, 2015

## AN ACT

1 2 3 4 5 6 7 8 9 10 11 12 13 14 15	Amending the act of December 18, 2001 (P.L.949, No.114), entitled, as amended, "An act establishing a unified workforce investment system; restructuring certain administrative functions, procedures and entities; transferring workforce development functions of Commonwealth agencies; establishing the Pennsylvania Workforce Investment Board; providing for critical job training grants, for guarantees for program quality and performance for workforce development programs, for workforce leadership grants and for industry partnerships; establishing the Keystone Works Program; and authorizing local workforce investment boards," in Keystone Works Program, further providing for definitions, for program, for administration, for workers' compensation, for eligibility, for business incentives, for performance evaluation system and for annual report.
16	The General Assembly of the Commonwealth of Pennsylvania
17	hereby enacts as follows:
18	Section 1. Section 1401 of the act of December 18, 2001
19	(P.L.949, No.114), known as the Workforce Development Act, is
20	amended by adding a definition to read:
21	Section 1401. Definitions.
22	The following words and phrases when used in this chapter
23	shall have the meanings given to them in this section unless the
24	context clearly indicates otherwise:

1 \* \* \*

2	"Graduate." A Pennsylvania resident who has graduated from
3	high school, obtained a general education development (GED) or
4	obtained an undergraduate degree from an accredited institution
5	of higher learning within the last four years.
6	* * *
7	Section 2. Section 1402(c) and (d) of the act, added July 5,
8	2012 (P.L.970, No.107), are amended and the section is amended
9	by adding a subsection to read:
10	Section 1402. Program.
11	* * *
12	(b.1) GraduatesA graduate may voluntarily enroll in the
13	program and shall be qualified for training if all of the
14	following apply:
15	(1) The department determines that the graduate's
16	educational background is an appropriate match with a job
17	opening at a participating business.
18	(2) The claimant certifies to the department, in
19	writing, subject to 18 Pa.C.S. § 4904 (relating to unsworn
20	falsification to authorities), that the claimant:
21	(i) will provide information and documentation to
22	the department as requested; and
23	(ii) will cooperate with requests from the
24	department for evaluation of aspects of the program.
25	(c) BusinessesThe following are required for a business
26	to be eligible to provide training under the program.
27	(1) The business must satisfy all of the following
28	criteria:
29	(i) The business has a job opening to which a
30	claimant or graduate may be matched by the department.
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(ii) The business will register with the
 Pennsylvania CareerLink system.

(iii) The business will provide bona fide training to the claimant <u>or graduate</u> for the job opening.

5 (iv) Upon completion of the training period, the 6 business will consider the claimant <u>or graduate</u> for 7 employment in the job opening for which the claimant <u>or</u> 8 <u>graduate</u> was trained.

9 (v) If the business hires the claimant upon 10 completion of the training period, the claimant will 11 perform services in "employment" within the meaning of 12 the act of December 5, 1936 (2nd Sp.Sess., 1937 P.L.2897, 13 No.1), known as the Unemployment Compensation Law.

(vi) The claimant <u>or graduate</u> will not work in a
 contract or self-employment capacity for the business.

16 (vii) The business and individuals or entities
17 associated with the business will not provide a
18 participating claimant with any form of compensation,
19 cash or otherwise, for participation in training under
20 the program.

21 (vii.1) The business and individuals or entities
 22 associated with the business shall provide a
 23 participating graduate with compensation equal to or
 24 exceeding the minimum wage while participating in
 25 training under the program.

(viii) The business will not provide training under
the program while a work stoppage attributable to a labor
dispute is in effect.

(ix) The business will not provide training whileconcurrently participating in a shared-work program under

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Article XIII of the Unemployment Compensation Law.

2 (x) Providing training under the program and hiring
3 the claimant <u>or graduate</u> upon completion of training
4 would not violate a collective bargaining agreement.

5 (xi) Providing training under the program and hiring 6 the claimant <u>or graduate</u> upon completion of training 7 would not displace or adversely impact existing 8 employees.

9 (xii) The business will cooperate with requests from 10 the department for information and documentation related 11 to the program.

12 (2) The business must satisfy any additional criteria 13 established by the department in administering the program. 14 This paragraph includes imposing conditions on participating 15 businesses to ensure that an appropriate number of claimants 16 <u>or graduates</u> participating in the program receive offers of 17 suitable long-term employment.

18 (3) The business must certify in a writing subject to 18
19 Pa.C.S. § 4904 that all requirements of this subsection are
20 or will be satisfied.

21 (4) The business must not be disqualified under
22 subsection (d) (2) (iii).

23 \* \* \*

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24 (d) Description.--

(1) The department shall match claimants <u>or graduates</u>
with businesses that have job openings and are willing to
provide training for the corresponding high-priority
occupations.

29 (1.1) When a graduate is matched with a business, the
 30 business shall provide the claimant a maximum of 24 hours of

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1 paid training per week, for a maximum of eight weeks. When a claimant is matched with a business, the 2 (2) 3 business shall provide the claimant a maximum of 24 hours of unpaid training per week, for a maximum of eight weeks. At 4 5 the end of the training period, the following apply: The business shall consider the claimant or 6 (i) 7 graduate for employment in the job opening. 8 (ii) The business is not required to hire the 9 claimant or graduate. 10 (iii) The department shall disqualify from 11 participation in the program any employer showing a 12 pattern of acting in bad faith regarding job offers. 13 A claimant or graduate who is participating in training may 14 opt to discontinue participation in the program. 15 Section 3. Sections 1403, 1404(c), 1405, 1406(a), 1407 and 1407.1 of the act, added July 5, 2012 (P.L.970, No.107), are 16 17 amended to read: 18 Section 1403. Administration. 19 The department has the following powers and duties under the 20 program: 21 Establish guidelines and applications it deems (1)22 necessary for the administration of the program. 23 (2)Provide notice to businesses and claimants or 24 graduates regarding eligibility for and participation in the 25 program. 26 Develop policies and procedures to register eligible (3) 27 businesses and eligible claimants or graduates for the 28 program. 29 Develop policies and procedures to review (4) 30 applications.

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(5) Develop policies and procedures to match claimants
 <u>or graduates</u> with businesses that have job openings for
 training under the program.

4 (6) Develop policies and procedures to provide
5 participating claimants <u>or graduates</u> and businesses with
6 administrative remedies for department determinations.
7 Section 1404. Workers' compensation.

8 \* \* \*

9 (c) Computation <u>of claimant or graduate wage</u>.--For the 10 purposes of computing an approved claimant's <u>or graduate's</u> wage 11 compensation and benefit amount under the Workers' Compensation 12 Act:

(1) the average weekly wage shall be the claimant's <u>or</u> <u>graduate's</u> maximum weekly unemployment compensation benefit rate for the benefit year in effect at the time of injury; and

17 (2) the unemployment compensation benefit offset
18 permitted under section 204(a) of the Workers' Compensation
19 Act shall not apply.

20 Section 1405. Eligibility.

21 Notwithstanding any other law, a claimant's or graduate's participation in the program, option to discontinue 22 23 participation in the program, termination from the program by a 24 participating business or completion of the program shall not 25 affect the eligibility of the claimant or graduate to receive 26 unemployment compensation if the claimant or graduate remains 27 eligible to receive those benefits under the act of December 5, 28 1936 (2nd Sp.Sess., 1937 P.L.2897, No.1), known as the 29 Unemployment Compensation Law. Section 1406. Business incentives. 30

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1 Eligibility.--Subject to the availability of funding (a) 2 under subsection (b), if, at the end of a training period, a 3 business hires a claimant or graduate for a job opening under section 1402(d), the business is eligible to receive incentive 4 payments in the amount of \$375 for each period of four 5 consecutive workweeks the claimant or graduate remains employed 6 7 at a minimum of 35 hours per week, for up to four consecutive 8 periods of four consecutive workweeks and for a maximum of 9 \$1,500 total incentive payments.

10 \* \* \*

11 Section 1407. Performance evaluation system.

12 The department shall develop and implement an evaluation and 13 performance improvement system which does the following:

14 (1) Collects critical information on an annual basis or15 more frequently as determined by the department, including:

Increases in claimant or graduate skills.

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(ii) Skill training being provided by businesses.

18 (iii) Placement of claimants <u>or graduates</u> after
19 training.

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(iv) Challenges foreseen by businesses.

21 (v) Business training best practices.

(vi) Amount of weeks claimants <u>or graduates</u> received
 unemployment compensation benefits after completion of
 the training period.

(2) Defines the benefits of the program and its training
 to businesses, claimants, <u>graduates</u> and the Unemployment
 Compensation Fund.

28 Section 1407.1. Annual report.

(i)

No later than July 1 of each year, the department shall
submit an annual report to the chairman and minority chairman of

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1 the Labor and Industry Committee of the Senate and to the chairman and minority chairman of the Labor and Industry 2 Committee of the House of Representatives providing all data 3 available on the operation of the program during the prior year. 4 The report shall include, but not be limited to, claimant, 5 graduate and business participation, administrative costs, 6 relevant data, facts and statistics and any other information 7 that the department believes necessary in the content of the 8 9 report that is available.

10 Section 4. This act shall take effect immediately.