8lr1436 CF HB 627

# By: Senators Kelley, Conway, Dyson, Exum, Forehand, Gladden, Jones, Madaleno, Muse, Pinsky, Pugh, and Raskin

Introduced and read first time: January 28, 2008 Assigned to: Finance

Committee Report: Favorable with amendments Senate action: Adopted with floor amendments Read second time: March 10, 2008

## CHAPTER \_\_\_\_\_

#### 1 AN ACT concerning

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# Unemployment Insurance – Eligibility – Part–Time Work

3 FOR the purpose of authorizing an individual who is only able to work part-time to be deemed eligible for certain benefits under certain circumstances; clarifying that 4 5 the Secretary of Labor, Licensing, and Regulation may not use the disability of 6 a qualified individual with a disability in finding that an individual is not 7 available for work, actively seeking work, or eligible for benefits under this Act; 8 providing that a part-time worker is not considered to be unemployed if the part-time worker is working all hours for which the part-time worker is 9 available; defining a certain term; requiring the Secretary to adopt certain 10 regulations; requiring the Department of Labor, Licensing, and Regulation to 11 provide a certain report to the Legislative Policy Committee on or before a 12 certain date; providing for a delayed effective date for certain provisions of this 13 Act; and generally relating to unemployment insurance benefits for part-time 14 workers. 15

## 16 <u>BY renumbering</u>

- 17 <u>Article Labor and Employment</u>
- 18 Section 8-101(u), (v), (w), (x), and (y), respectively
- 19 to be Section 8-101(v), (w), (x), (y), and (z), respectively
- 20 <u>Annotated Code of Maryland</u>
- 21 (1999 Replacement Volume and 2007 Supplement)
- 22 BY repealing and reenacting, without amendments,
- 23 <u>Article Labor and Employment</u>

#### EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.

Underlining indicates amendments to bill.

Strike out indicates matter stricken from the bill by amendment or deleted from the law by amendment.



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${1 \\ 2 \\ 3 }$	<u>Section 8–101(a)</u> <u>Annotated Code of Maryland</u> (1999 Replacement Volume and 2007 Supplement)
4 5 6 7 8	<u>BY adding to</u> <u>Article – Labor and Employment</u> <u>Section 8–101(u)</u> <u>Annotated Code of Maryland</u> (1999 Replacement Volume and 2007 Supplement)
9 10 11 12 13	BY repealing and reenacting, with amendments, Article – Labor and Employment Section <u>8–801 and</u> 8–903 Annotated Code of Maryland (1999 Replacement Volume and 2007 Supplement)
14	Preamble
$\begin{array}{c} 15\\ 16 \end{array}$	WHEREAS, Many Maryland employers routinely offer certain permanent jobs only on a part-time basis; and
17 18	WHEREAS, Some workers who have been laid off from their jobs have a long and productive history of part-time employment; and
19 20	WHEREAS, Workers who are only available for part-time work do not qualify for unemployment insurance benefits; and
21 22 23 24	WHEREAS, A part-time worker who holds more than one part-time job is ineligible to receive unemployment insurance benefits despite the fact that each of the part-time worker's employers must contribute to the Unemployment Insurance Fund for the part-time worker; and
25 26 27	WHEREAS, Part-time workers who are laid off through no fault of their own should have parity with full-time workers with regard to eligibility to receive unemployment insurance benefits; <u>and</u>
28 29 30	<u>WHEREAS, The achievement of employment security requires protection</u> <u>against unemployment directly attributable to, arising from, or connected with a</u> <u>part-time worker's employment;</u> now, therefore,
31 32 33 34	SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That $\underline{Section(s) 8-101(u), (v), (w), (x), and (y), respectively, of Article – Labor and Employment of the Annotated Code of Maryland be renumbered to be \underline{Section(s) 8-101(v), (w), (x), (y), and (z), respectively.}$
35 36	<u>SECTION 2. AND BE IT FURTHER ENACTED, That</u> the Laws of Maryland read as follows:

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				SENATI	E BILL 328				3	
1	Article – Labor and Employment									
2	<u>8–101.</u>									
3	<u>(a)</u>	<u>In thi</u>	<u>s title the f</u>	<u>following wor</u>	rds have th	<u>e meanin</u>	<u>gs in</u>	dicated.		
4	<u>(U)</u>	<u>"PAR</u>	T-TIME W	<u>ORKER" ME</u>	ANS AN IN	DIVIDUA	<u>L:</u>			
5 6	PART-TIME	<u>(1)</u> 2 WORI		AVAILABIL	TY FOR	WORK	IS	RESTRICTED	<u>о то</u>	
7 8	PART-TIME	<u>(2)</u> 2 BASIS		RKS PREDO EAST 15 HO			<u>GHO</u>	UT THE YEAR	<u>ON A</u>	
9	<u>8–801.</u>									
10 11	(a) <u>To be eligible for benefits, an individual who files a claim for benefits</u> shall be unemployed.									
$\begin{array}{c} 12\\ 13 \end{array}$	(b) An individual is considered to be unemployed in any week during which the individual:									
14		<u>(1)</u>	<u>does not p</u>	erform work	for which	wages are	e pay	able; or		
$15 \\ 16 \\ 17$	<u>than the wallowances f</u>	-	benefit ar					ages payable an the individual		
18	<u>(C)</u>							THIS SECTIO		
$\frac{19}{20}$	PART-TIME PART-TIME			<u>NOT CONS</u> /ORKING AI				<u>MPLOYED IF</u> H THE PART-	THE TIME	
21	WORKER IS	AVAII	ABLE.							
22	8–903.									
$\begin{array}{c} 23\\ 24 \end{array}$	(a) benefits an i	(1) individ	-		provided i	n this se	ection	n, to be eligib	le for	
25			(i) able	e to work;						
26			(ii) ava	ilable for wo	rk; and					
27			(iii) acti	vely seeking	work.					
28 29	Secretary sł	(2) nall cor		ining wheth	er an indiv	idual acti	ively	is seeking wor	k, the	

1 (i) whether the individual has made an effort that is reasonable 2 and that would be expected of an unemployed individual who honestly is looking for 3 work; and

4 (ii) the extent of the effort in relation to the labor market 5 conditions in the area in which the individual is seeking work.

6 (3) THE SECRETARY MAY CONSIDER AN INDIVIDUAL WHOSE 7 ELIGIBILITY TO WORK IS RESTRICTED TO PART-TIME WORK 8 WORKER AS MEETING THE REQUIREMENTS OF THIS SECTION IF THE 9 INDIVIDUAL PART-TIME WORKER:

10(I) IS ELIGIBLE FOR BENEFITS UNDER § 8-803 OF THIS11TITLE BASED ON WAGES THAT ARE PREDOMINANTLY EARNED FROM PART-TIME12WORK;

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#### (II) IS ACTIVELY SEEKING PART-TIME WORK;

(III) IS AVAILABLE FOR PART-TIME WORK FOR AT LEAST THE
 NUMBER OF HOURS WORKED AT THE INDIVIDUAL'S PART-TIME WORKER'S
 PREVIOUS EMPLOYMENT;

(IV) DOES NOT IMPOSE ANY OTHER RESTRICTIONS ON THE
 INDIVIDUAL'S PART-TIME WORKER'S ABILITY OR AVAILABILITY TO FOR WORK;
 AND

20(V) IS IN A LABOR MARKET IN WHICH A REASONABLE21DEMAND EXISTS FOR PART-TIME WORK.

(b) The Secretary may not use the disability of a qualified individual with a
disability as a factor in finding that an individual is not able to work, AVAILABLE FOR
WORK, OR ACTIVELY SEEKING WORK under subsection (a)(1)[(i)] OR (A)(3) of this
section.

(c) Notwithstanding any other provision of this section or § 8–904 or
§ 8–907(a) or (b) of this subtitle, an individual who otherwise is eligible to receive
benefits and who is in training with the approval of the Secretary may not be denied
benefits:

30 (1) for failure to meet the requirements of subsection (a)(1)(ii) and (iii)
31 of this section to be available for work and actively seeking work; or

32 (2) for failure to apply for or refusal to accept suitable work under
33 § 8–1005 of this title.

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SECTION 2. 3. AND BE IT FURTHER ENACTED, That the Secretary of
 Labor, Licensing, and Regulation shall adopt regulations to carry out the provisions
 Section 2 of this Act.

4 <u>SECTION 4. AND BE IT FURTHER ENACTED, That, on or before December</u> 5 <u>31, 2008, the Department of Labor, Licensing, and Regulation shall report to the</u> 6 <u>Legislative Policy Committee on the status of the balance of the Unemployment</u> 7 <u>Insurance Trust Fund and the fiscal impact of unemployment insurance legislation</u> 8 <u>enacted during the 2008 regular session of the General Assembly on the small</u> 9 <u>business community.</u>

SECTION 3: 4: 5. AND BE IT FURTHER ENACTED, That Sections 1, 2, and 3
 of this Act shall take effect January July 1, 2009.

12 <u>SECTION 6. AND BE IT FURTHER ENACTED, That, except as provided in</u>
 13 <u>Section 5 of this Act, this Act shall take effect June 1, 2008.</u>

Approved:

Governor.

President of the Senate.

Speaker of the House of Delegates.